

Table 2. Thailand: Fiscal Measures

(On a treasury accounts basis)

	Impact on the 1997/98 Budget	
	Billions of Baht	Percent of GDP
A. Measures adopted for the original program		
Expenditure cuts	59	1.1
Increase in VAT rate from 7 to 10 percent	66	1.2
B. Measures taken on October 14		
1. Expenditure cuts (by function) 1/	100	1.9
1.1 Administration, defense, and security	22	0.4
1.2 Community and social services	28	0.5
1.3 Transport and telecom	36	0.7
1.4 Others	15	0.3
2. Revenue measures	17	0.3
2.1 Excise on beer, spirits, and tobacco	7	0.1
2.2 Import duty on cars and luxury goods	10	0.2
C. Measures taken on November 4		
1. Expenditure cuts	35	0.7
1.1 Expenditure cuts 2/	23	0.4
1.2 Other expenditure savings 3/	12	0.2
2. Revenue measures	15	0.3
2.1 Excise on automobiles	7	0.1
2.2 Others	9	0.2

1/ Amounts are on an appropriation basis. The impact on the cash expenditures will be B 78 billion (1.5 percent of fiscal year GDP).

2/ Amounts are on an appropriation basis. The impact on the cash expenditures will be B 18 billion (0.3 percent of fiscal year GDP).

3/ Additional savings are obtained by lowering carry-over expenditure by B 10 billion