



REPUBLIC OF MACEDONIA  
MINISTRY OF FINANCE  
Macroeconomic Policy Department

# BULLETIN

March 2010



May 2010, Skopje

**SUMMARY**  
**OF THE MOST IMPORTANT SHORT-TERM ECONOMIC TRENDS**

**March 2010**

- **Index of industrial production in March 2010, compared to the same month last year, dropped by 11.2%**
- **Annual increase of general price level by 0.7%, with 0.5% monthly inflation**
- **Significant growth by 15.9% of export of goods and decline of import of goods by 9.2% in the first quarter 2010 compared to last year**
- **Lower realization of central budget revenues by 10.3% (4.1% of GDP) and decline of total expenditures by 2.9% (5% of GDP) in March 2010 compared to the same month in 2009**
- **1.4% decline in new employments in March 2010 compared to the same month last year**

## 1. Real Sector

**1.1. Index of industrial production in March 2010, compared to the same month last year, dropped by 11.2%**, showing third consecutive decline of index of industrial production in the first quarter in 2010.

Analyzed by sectors, electricity, gas and water supply sector registered positive growth for eleven consecutive months, whereby it realized two-digit growth in March 2010 again, amounting to 10.6%. Ore and stone extraction sector and processing industry registered two-digit decline by 23.2% and 13.9% respectively.

As for the processing industry, positive annual growth was seen at 50% of the branches, whereby growth was evidenced in all branches with the highest share in the industrial production. Thus, high growth of 39.6% was registered in the production of base metals, followed by increase of clothing production by 15.3%, pointing out to improvement of trends in the textile production, while production of food products surged by 3.3%.

Increased production of base metals contributed the most to the annual growth of industrial production (4.5 percentage points), while production of coke and oil derivatives had the highest negative contribution (-3.9 percentage points).

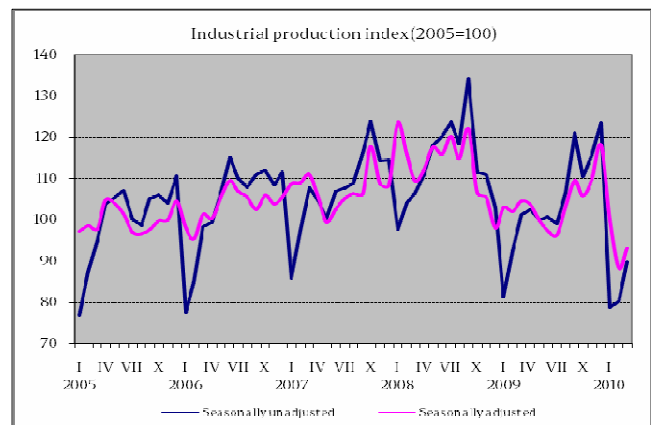
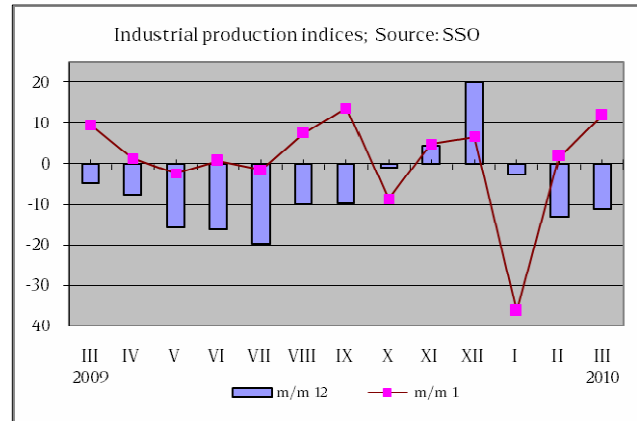
Index of industrial production in March 2010, compared to the previous month, registered two-digit growth of 11.9%.

De-seasoned monthly growth of industrial production in March 2010 was 5.5%, showing that if seasonal component is excluded, growth was by 6.4% percentage points lower.

According to the expectations of enterprise managers, economic situation present in the enterprises and current state of delivery-to-production in March 2010 were more unfavourable compared to the previous month.

According to the managers, following factors limited the most the production volume in March 2010: insufficient foreign demand – 26.3%, insufficient domestic demand – 19.3%, financial problems – 11.7% and uncertain economic surrounding – 9.1%.

Number of workers in the industry in March 2010, compared to March 2009, dropped by 6.5%, showing return of the downward trend following the interruption in February, when it was

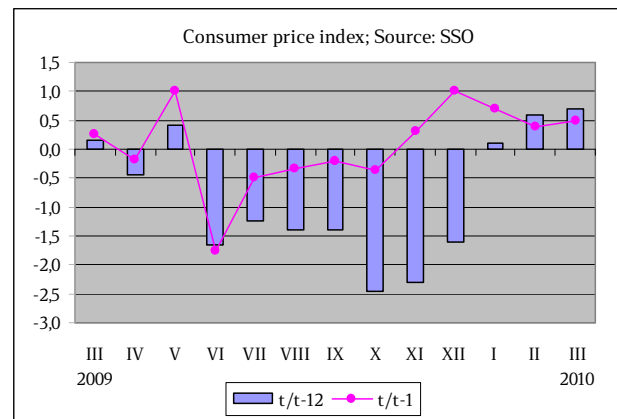


7.6%. This was also the lowest decline rate in the number of workers in the industry in the last eight months.

Sectoral analysis showed reduction of decline rates in all industrial branches. Thus, highest decline of 1.3 percentage points in the number of workers was registered in the processing industry, accounting for -6.8%. Ore and stone extraction sector registered the same declining trend, whereby the decline rate regarding the number of workers dropped to the level in April 2008, accounting for -7.6%, while electricity, gas and water supply sector showed lower decline compared to the one seen in the previous months, accounting for -2.3%.

**1.2. In March 2010, prices of personal consumption goods, measured through the CPI index, increased by 0.7% compared to the same month in 2009.**

Increase of general price level was mostly due to increase of prices in the housing category by 4.5%, due to increase of heating and lighting prices by 7.9%. Prices in the means of transport and services category grew by 4.2%. Prices in hygiene and health category increased by 1.6%, while prices in tobacco and beverages category surged by 0.5%, and prices in the categories clothing and footwear and culture and entertainment increased by 0.4%. Decline of prices in food category by 1.9%, at the same time having the highest share of 38,6% in the structure, caused for the increase of general price level to be slighter. Price decline was also registered at the category restaurants and hotels (0.5%).



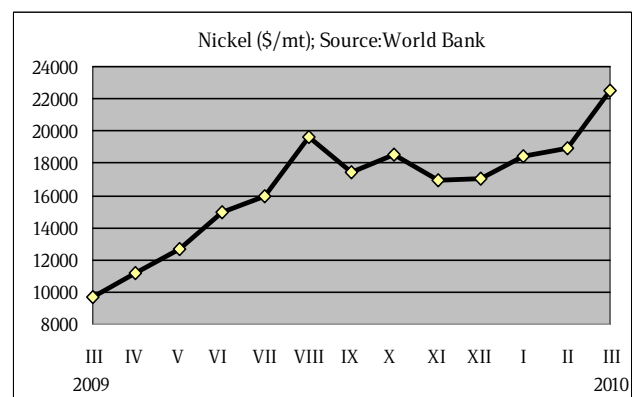
CPI index in March 2010, compared to February 2010, was higher by 0.5%.

Value of the consumer basket of food and beverages for a four-member household in March 2010, calculated on the basis of retail prices, was Denar 12,336, and compared to the previous month, it was by 0.4% higher.

Retail price index in March 2010, in relation to March 2009, increased by 2.3%.

**1.3. In March 2010, global stock markets showed monthly increase of prices of energy sources, metals, as well as most of food products.**

In March, oil price on world stock markets increased by 6.7% compared to the previous month, reaching the price of US\$ 79.3 per barrel. Compared to March last year, oil price surged by 69.2%.



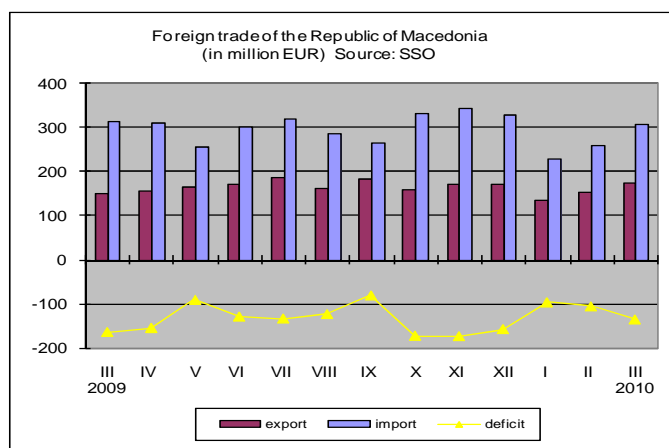
Regarding metal products, price of nickel, as a product having high share in the Macedonian export, increased by 18.4% on monthly basis, reaching US\$ 22,461 for a metric ton (\$/mt). Compared to March last year, nickel price was higher by 131.7%, while copper price increased by 8.9%. In addition, prices of aluminum and zinc increased by 7.6% and 5.5% respectively.

## 2. External Sector

### 2.1. In the first quarter in 2010, total foreign trade (expressed in euros) dropped by only 1.3% in relation to the same period last year.

Thereby, physical output of export declined by only 1.8%, while its value reached EUR 465.1 million, being a significant increase by 15.9%. Imported quantity of goods declined by 17.2%, and it amounted to EUR 797.2 million, being a drop by 9.2%.

In conditions of such trends at the import and export of goods, trade deficit in the first quarter in 2010 amounted to EUR 332 million, narrowing by 30.3% on annual basis (EUR 144.3 million), whereby positive balance in trading iron and steel and their products contributed the most to such growth. Import to export coverage in the first three months was 58.3%, which was a significant positive change by 12.7 percentage points at annual level.



	I-III-2009	I-III-2010	Balance 2010-2009	% rate
.000T	73.4	67.1	-6.3	-8.6
EUR mil.	23.3	30.4	7.1	30.5
\$ mil.	30.3	42.0	11.7	38.6

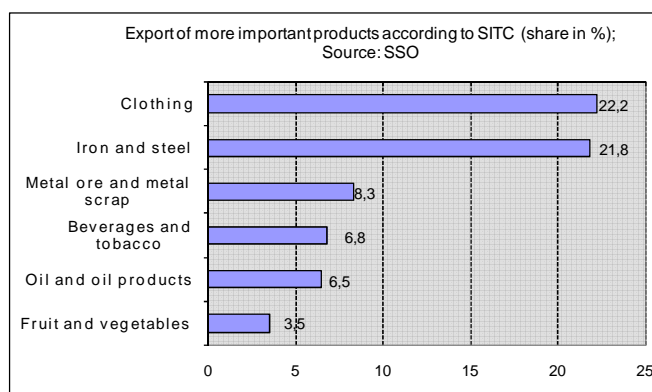
\*Previous data

	I-III-2009	I-III-2010	Balance 2010-2009	% rate
.000T	429.7	233.2	-196.5	-45.7
EUR mil.	102.3	95.9	-6.4	-6.3
\$ mil.	133.4	133.3	-0.1	-0.1

\*Previous data

2.2. Main groups of products (according to SITC) having the biggest share in export in this period were the following: clothing – 22.2%, iron and steel – 21.8%, metal ore and metal scrap – 8.3%, beverages and tobacco – 6.8%, oil and oil products – 6.5% and fruit and vegetables – 3.5%. These six groups of products comprised 69% of the total export in the country.

The following participated the most in the import of goods in the first quarter on cumulative basis: oil and oil products (EUR 95.9 million, 12%), iron and steel (EUR 59.6 million, 7.5%), road vehicles (EUR 58.5 million, 7.3%), textile yarns and similar (EUR 58.2 million, 7.3%), electrical machines and devices and spare parts (EUR 25.3 million, 3.2%), etc.



2.3. Analysed by regions, during the first quarter in 2010, in conditions of slight increase of trade with the European Union (EU 27), share of trade with EU in the total trade experienced an increase by 2.9 percentage points,

accounting for 55.9%, whereby export of goods participated with 63.2% and share of import of goods was 51.6%. Export to the European Union increased significantly by 22%, while the import experienced slower decline by 4% compared to the same period in 2009.

In the first quarter in 2010, 90.7% of the trade deficit of the country was realized in the trade with Russia, China, Serbia, Turkey, Great Britain, Slovenia, Romania, Greece and Italy, while it was adjusted with the surplus realized in the trade with Kosovo, Belgium, Germany, Bulgaria, Albania, Bosnia and Herzegovina, etc.

Export of iron and steel*)					Import of iron and steel*)				
	I-III-2009	I-III-2010	Balance 2010-2009	% rate		I-III-2009	I-III-2010	Balance 2010-2009	% rate
.000T	116.5	152.8	36.3	31.2	.000T	115.6	154.3	38.7	33.5
EUR mil.	72.2	101.3	29.1	40.3	EUR mil.	62.1	59.6	-2.5	-4.0
\$ mil.	93.4	140.0	46.6	49.9	\$ mil.	47.7	82.3	34.6	72.5

\*)Previous data

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**2.4.** Observed by currency structure, 74.3% of the foreign trade was realized in euros, and compared to the same period last year, it dropped by 1.6 percentage points. On export and import side, EURO accounted for 77.3% and 72.6% respectively, and in relation to the same period last year, decline was evidenced at export by 7 p.p., while import registered slight increase of 0.7p.p.

Foreign trade of the republic of Macedonia (by currency); calculations: MoF

- by currency -

export	I-III 2009					I-III 2010					absolute change in currency value	relative change in currency value (in %)
	currency	.000 T	export in currency	avrage Denar exch. Rate in relation to currencies	export in denar	structure in %	.000 T	export in currency	avrage Denar exch. Rate in relation to currencies	export in denar		
EUR	396	339,407,403	61.4067	20,841,888,574	84.7	405	359,004,058	61.4015	22,043,387,667	77.5	19,596,655	5.8
USD	129	76,490,825	47.0742	3,600,744,394	14.6	130	144,087,588	44.3686	6,392,964,557	22.5	67,596,763	88.4
EUR+USD	525			24,442,632,968	99.3	535			28,436,352,224	100.0		
tot. export:	527			24,620,239,665	100.0	536			28,431,671,627	100.0		15.5

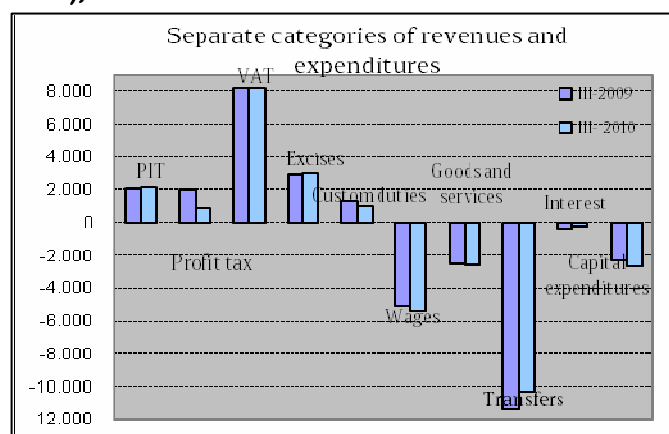
Source: SSO and NBRM

### 3. Fiscal Sector

**3.1.** In the first quarter in 2010, total central government budget revenues reached an amount of Denar 17,463 million (4.1% of GDP), which was 10.3% less in relation to the same period in 2009.

Tax revenues in this period were realized in the amount of Denar 15,845 million, being lower by 7.7% in relation to the same period last year.

Share of VAT in total tax revenues in the first quarter in 2010 was dominant and it amounted to 51.8%, while excises accounted for 18.8%, whereby revenues in the amount of Denar 11,180 million were



realized on the basis of these two taxes, i.e. 70.6% or almost  $\frac{3}{4}$  of the total tax revenues (2.6% of GDP). Analyzed by certain tax categories, revenues on the basis of personal income tax increased by 4.0% compared to the same period last year, while VAT and excise revenues grew by 0.4%. Revenues on the basis of profit tax experienced highest drop of 56% (decline was significant on the basis of monthly advance payments, partially as a result of amendments to the regulations in 2010 for it to be paid only on non-exempted expenditures). At the same time, customs revenues dropped by 26.9%, while non-tax revenues declined by 32.9% compared to the same quarter in 2009.

Social contributions during this period were realized in the amount of Denar 9,175.6 million, which was by 3.6% less compared to the previous year.

**3.2. In the first quarter in 2010, total central budget expenditures amounted to Denar 21,155 million (5.0% of GDP), which was by 2.9% less compared to the same period in 2009.**

With respect to the structure of total realized expenditures, current expenditures (Denar 18,509 million) accounted for 87.5% and were lower by 5.1% compared to the same quarter last year, while capital expenditures participated with 12.5%.

The biggest expenditure items were transfers (Denar 10,331 million), followed by salaries and allowances (Denar 5,396 million). With respect to the total expenditures in the central government budget, expenditures related to wages and salaries and allowances accounted for 25.5%, which was 5.2% increase in relation to the same month in 2009.

Expenditures for goods and services reached the amount of Denar 2,584 million, i.e. by 3% more compared to 2009.

With regard to transfers, 9.1% less resources were spent compared to the same quarter in 2009, and were the largest expenditure item, i.e. their share in total expenditures was 48.8% (2.4% of GDP). Such performance was partially due to the fact that grants transferred to LGUs included part of VAT, number of LGUs moving to the second phase of decentralization also rose, whereby block grants were paid to 69 municipalities for financing the transferred competences (funds for payment of salaries and allowances to the employees in local public institutions and operating costs). In addition, significant portion of the transfers were intended for agricultural subsidies. Transfers to the Pension and Disability Insurance Fund were in the amount of Denar 3,566 million or by Denar 74 million lower (2.0% drop).

Interest was collected in the amount of Denar 198 million, being by 2 times less (or by 51.5% less) compared to the same quarter in 2009.

During the analysed period, capital expenditures amounted to Denar 2,646 million, being an increase by 15.9% compared to the same period in 2009, i.e. 0.6% of GDP.

**3.3. Thus, in the first three months in 2010, central government budget deficit reached the amount of Denar 3,692 million (0.9% of GDP), while consolidated budget deficit amounted to Denar 4,099 million or 0.97% of GDP.**

## 4. Monetary Sector

**4.1. In March 2010, primary money<sup>1</sup> increased by 19.8% on annual basis (19.8% increase in February), in conditions of growth of total liquid assets of the banks by 33.7% and increase of the demand for ready money in circulation by 4.2%.**

On monthly basis, primary money dropped by 2.3%, due to the decrease of total liquid assets of the banks by 4.0% and the increased demand for ready money in circulation by 0.3%.

In March 2010, with respect to the requirements for volume tenders, interest rate on central bank bills was the same as in February, amounting to 7.5%, having in mind that the interest rate was reduced on 31 March and it amounted to 6.5%.

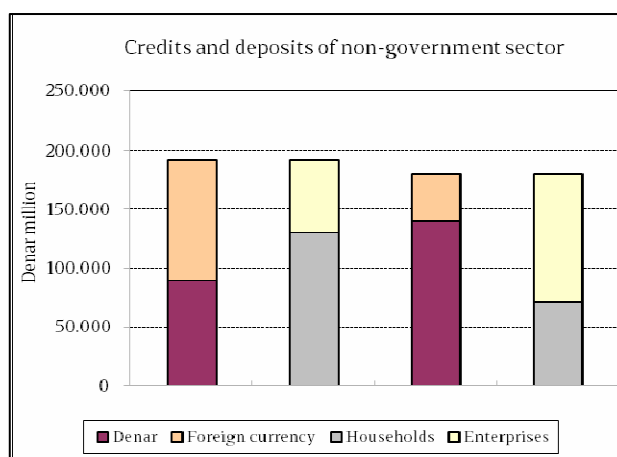
As for interest rate on government securities, it was 4.99% on six-month treasury bills with foreign exchange clause.

Only one auction was held by applying volume tender (with predetermined price) for six-month government securities.

**4.2. Total deposit potential of non-government sector<sup>2</sup> in March increased by 11.4% on annual basis (increase by 8.7% in February 2010). Total deposits experienced slight increase by 0.8% on monthly basis (0.2% increase in the previous month), due to the increase of total deposits of households which grew by 1.7% on monthly basis, while total deposits of enterprises increased by 0.8% on monthly basis.**

On annual basis, Denar deposits increased by 7.7%, while foreign currency deposits increased by 14.80%.<sup>3</sup> On monthly basis, Denar deposits increased by 2.1%, while foreign currency deposits grew by 0.8%.<sup>4</sup>

From the point of view of sector structure, deposits of corporate sector grew by 0.8% on monthly basis, while savings of households increased by 1.7%. On annual level, household deposits were higher by 19.9%, while deposits of enterprises were lower by 3.2%.



**4.3 In March 2010, total credits to private sector experienced slight growth by 2.5% on annual basis (compared to 3.5% in January and 2.4% in February). February growth continued, however with moderate pace, surging by 0.6%, mainly due to increased credits to corporate sector by 0.8%.**

Annually, credits to households and enterprises surged by 0.5% and 3.8% respectively.

<sup>1</sup> Primary money is calculated as a sum of ready money in circulation, cash in hand and on the accounts of the bank, including the reserve requirement of foreign currency deposits.

<sup>2</sup> Total deposit potential includes non-monetary and quasi-deposits

<sup>3</sup> Starting January 2009, deposits include calculated interest

<sup>4</sup> Starting January 2009, deposits include calculated interest



From currency point of view, Denar credits (including credits with foreign currency clause) experienced slower growth by 2.6% annually. Foreign currency credits experienced moderate growth by 2.4% annually.

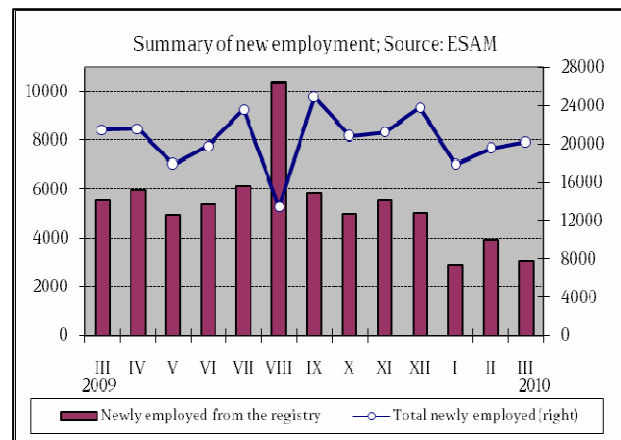
**4.4. In March 2010, average weighted interest rate on Denar credits amounted to 9.8% and it was the same as in February 2010.** Average interest rate on foreign currency credits was identical with the rate in the previous month, being at the level of 7.3%. With respect to last year, interest and credit requirements of the banks were loosed, i.e. average interest rate on Denar credits dropped by 1.8 p.p.. On the other hand, interest rate on foreign currency credits declined by 0.6 p.p. on annual basis.

When analyzing the banks on the basis of their size, large banks had the lowest weighted interest on debit balance, 9.5% on Denar credits and 7.0% on foreign currency credits. In March 2010, interest rate on credit balance on Denar deposits was the same as in February 2010, amounting to 7.5%, and it surged by 0.9% p.p. on annual basis. Average interest rate on foreign currency deposits was lower by 0.1 p.p. compared to the one in the previous month, amounting to 3.2%, and it was identical to the rate in March 2009 on annual basis.

## 5. Social Sector

**5.1. In the first quarter in 2010, Employment Agency of the Republic of Macedonia registered total of 57,549 new employments. In fact, 37.5% out of the total number of newly employed was on the basis of full-time employment, while the rest was temporary employment and seasonal works. Compared to the same period last year, number of newly employed persons declined by 1.4%.**

In March, 20,175 new employments were registered, whereby 15,2% of the new employments were from the unemployed records. Outflow of persons from the Employment Agency Registry amounted to 10,854 persons in March, 47.9% out of which were new employments. 9,775 persons were registered as inflow to the Agency, 18.4% of which was persons whose employment was terminated.



**As a result, unemployment reduced by 1,079 persons, i.e. by 0.3% compared to the previous month. There were 341,720 unemployed persons in March 2010.**

Number of unemployed persons, compared to March 2009, declined by 2.7%.

Major percentage of the unemployed, i.e. 66.4%, came from urban areas (cities), whereby 57.6% were men. Analyzed by education structure, major part, i.e. 52.5% of unemployed persons were unskilled or semi-skilled, while only 7.7% was with community college or higher education level. Observed by age, majority of unemployed or 58.6% fall in the category of 25-49 years of age. According to the time they waited for a job, around 49.6% of the unemployed persons sought job from one to seven years, while 29.6% sought job for eight and more years.

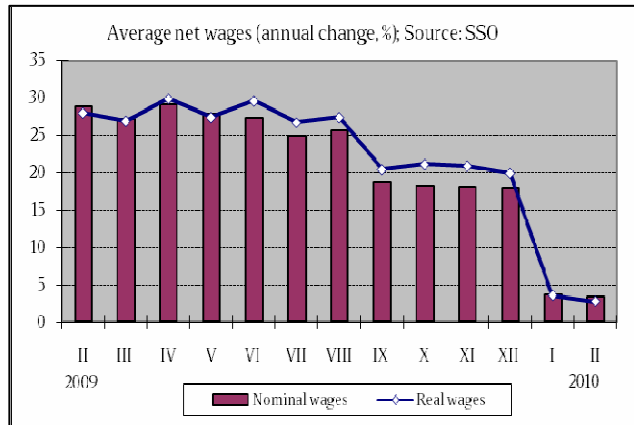
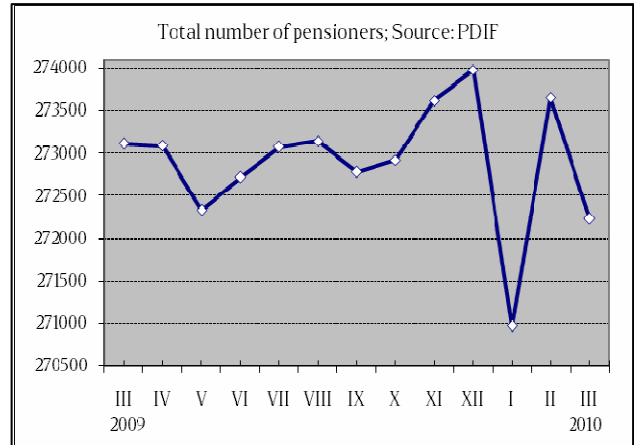
**5.2. In March 2010, Pension and Disability Insurance Fund registered 272,228 pensioners, being a decline by 0.3% compared to the same month in 2009. Number of pension beneficiaries dropped by 1,424 persons in relation to the previous month.**

In March, Denar 2,730.25 million was spent for payment of pensions, being 51.9% of the total social transfers in the state Budget.

Average pension in March 2010 amounted to Denar 10,104, being an increase by 2.4% on annual level. Ratio between the average pension and the average paid salary in February 2010 (the most recent available data) amounted to 49.7%.

**5.3. In the period January-February 2010 (the most recent available data), compared to the same period in 2009, there was an increase of the average nominal and real net salary by 3.5% and 3.1% respectively.**

In February 2010, average net salary per employee amounted to Denar 20,240. In February 2010, compared to the same month in 2009, there was an increase of the average nominal and real net salary by 3.3% and 2.7% respectively. Percentage of employees who did not receive salary in February 2010 was 3.3%, being higher by 0.5 p.p. in relation to last year.



# ATTACHMENTS

## MACROECONOMY

Table 1. Main macroeconomic indicators in the Republic of Macedonia

		2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Real GDP	%	4.5	-4.5	0.9	2.8	4.1	4.1	4.0	5.9	4.8	-0.7
GDP	EUR	3,893	3,839	4,001	4,105	4,325	4,676	5,081	5,791	6,504	6,637
Inflation (average)	%	5.8	5.5	1.8	1.2	-0.4	0.5	3.2	2.3	8.3	-0.8
Inflation (end of period)	%	6.1	3.7	1.1	2.6	-1.9	1.2	2.9	6.1	4.1	-1.6
GDP deflator	%	8.2	3.6	3.4	0.3	1.3	3.8	4.4	7.6	7.3	2.8
Budget balance	% GDP	2.5	-6.3	-5.6	-1.0	0.0	0.2	-0.5	0.6	-1.0	-2.7
Exchange rate, average	Denar/US\$	65.9	68.1	64.7	54.3	49.4	49.3	48.8	44.7	41.0	44.0
Exchange rate, average	Denar/EUR	60.7	60.9	61.0	61.3	61.3	61.3	61.2	61.2	61.2	61.2
Exchange rate, end of period	Denar/US\$	65.3	69.2	58.6	49.9	45.9	51.7	46.5	42.0	43.6	42.7
Exchange rate, end of period	Denar/EUR	60.8	61.0	61.1	61.3	61.4	61.2	61.2	61.2	61.4	61.2
Export (f.o.b.)	EUR million				1,203	1,345	1,643	1,903	2,442	2,684	1,920
Import (f.o.b.)	EUR million				1,956	2,259	2,501	2,923	3,616	4,421	3,471
Trade balance	EUR million				-753	-914	-859	-1,021	-1,175	-1,737	-1,551
- as % of GDP	%				-18.3	-21.1	-18.4	-20.1	-20.3	-26.7	-23.4
Current account balance	EUR million				-168	-363	-121	45	-415	-851	-483
- as % of GDP	%				-4.1	-8.4	-2.6	0.9	-7.2	-13.1	-7.3
Foreign exchange reserves	EUR billion	0.77	0.88	0.70	0.72	0.72	1.12	1.42	1.52	1.50	1.58
Import coverage(reserves/import)	months	3.7	4.7	4.0	3.9	3.3	3.6	4.2	4.0	3.5	4.4
Gross external debt	EUR billion					2,071	2,518	2,494	2,832	3,318	3,839
- as % of GDP	%					47.9	53.9	49.1	48.9	51.0	57.8
Foreign direct investments	EUR million				100	261	77	346	506	413	181
- as % of GDP	%				2.4	6.0	1.6	6.8	8.7	6.3	2.7

\*Previous data

Source: State Statistical Office, Ministry of Finance and National Bank of the Republic of Macedonia

Table 2. Selected macroeconomic indicators in certain economies

	Bulgaria	The Czech Republic	Estonia	Hungary	Latvia	Lithuania	Poland	Romania	Slovakia	Slovenia	Croatia	Malta	Turkey
<b>GDP (annual real growth rate)</b>													
2007	6.2	6.0	6.3	1.2	10.0	8.9	6.6	6.2	10.4	6.8	5.6	4.2	4.7
2008	6.0	3.2	-3.6	0.6	-4.6	3.0	5.0	7.1	6.4	3.5	2.4	2.5	1.1
2009	-4.9	-4.2	-14.1	-6.3	-18.0	-15.0	1.7	-7.1	-4.7	-7.8	-5.8	-2.0	-4.7
2008 Q-1	7.0	2.8	-0.3	1.9	0.5	6.9	6.5	8.5	9.7	6.0	4.3	2.4	7.2
Q-2	7.1	3.8	-1.2	2.2	-1.8	5.1	5.9	9.6	7.3	5.4	3.4	2.8	2.8
Q-3	6.8	3.4	-3.2	1.4	-5.2	2.1	5.5	9.4	6.8	3.6	1.6	2.6	1.0
Q-4	3.5	-0.1	-9.2	-2.5	-10.3	-2.2	2.6	3.1	1.6	-0.8	0.2	0.7	-6.5
2009 Q-1	-3.5	-3.9	-15.0	-6.7	-17.8	-13.3	0.9	-6.2	-5.7	-8.2	-6.7	-2.0	-14.5
Q-2	-4.9	-5.2	-16.1	-7.5	-18.4	-19.5	1.2	-8.7	-5.5	-9.2	-6.3	-3.9	-7.7
Q-3	-5.4	-5.0	-15.6	-7.1	-19.0	-14.2	1.2	-7.1	-4.9	-8.3	-5.7	-2.4	-2.9
Q-4	-5.9	-2.8	-9.5	-4.0	-16.9	-12.8	3.3	-6.5	-2.6	-5.5	-4.5	0.5	6.0
2010 Q-1	*	*	*	0.1	*	-2.9	*	*	4.6	*	*	*	*
<b>Inflation (CPI, annual percentage change)</b>													
2007	7.6	3.0	6.7	7.9	10.1	5.8	2.6	4.9	1.9	3.8	2.9	0.7	8.8
2008	12.0	6.3	10.6	6.0	15.3	11.1	4.2	7.9	3.9	5.5	6.1	4.7	10.4
2009	2.5	0.6	0.3	4.0	3.4	4.4	4.0	5.6	1.0	0.9	2.4	1.9	6.3

2008 Q-1	12.4	7.5	11.3	6.9	16.2	10.8	4.5	8.0	3.4	6.5	5.9	4.0	8.8
Q-2	14.0	6.7	11.5	6.8	17.5	12.3	4.3	8.6	4.0	6.4	6.6	4.2	10.3
Q-3	12.5	6.5	11.0	6.3	15.6	12.0	4.3	8.2	4.4	6.2	7.4	5.3	11.7
Q-4	9.1	4.4	8.7	4.2	11.9	9.5	3.6	6.9	3.9	3.2	4.5	5.2	10.9
2009 Q-1	5.1	1.5	3.7	2.7	9.0	8.5	3.6	6.8	2.3	1.7	3.8	3.5	8.4
Q-2	3.1	1.0	0.2	3.6	4.5	4.9	4.2	6.1	1.1	0.6	2.9	3.4	5.7
Q-3	0.8	-0.2	-0.9	4.9	1.2	2.4	4.3	4.9	0.6	-0.3	1.2	0.9	5.3
Q-4	0.9	0.1	-2.0	4.9	-1.3	1.8	3.8	4.5	-0.1	1.4	1.7	-0.3	5.7
2010 Q-1	1.9	0.4	0.0	5.8	-3.9	-0.4	3.4	4.6	0.0	1.7	1.1	0.8	9.3
<b>Unemployment rate (ILO definition)</b>													
2007	6.9	5.3	4.7	7.4	6.0	4.3	9.6	6.4	11.1	4.9	9.6	6.4	10.3
2008	5.6	4.4	5.5	7.8	7.5	5.8	7.1	5.8	9.5	4.4	8.4	5.9	9.8
2009	6.9	6.7	14.1	10.1	17.6	13.9	8.3	7.2	12.1	6.0	9.1	7.0	12.9
2008 Q-1	6.5	4.7	4.2	8.0	6.5	4.9	8.1	6.3	10.5	5.1	10.0	6.1	10.6
Q-2	5.8	4.2	4.0	7.6	6.3	4.5	7.1	5.6	10.0	4.1	7.9	5.7	8.2
Q-3	5.1	4.3	6.2	7.7	7.2	6.0	6.6	5.4	8.9	4.1	7.0	5.8	9.1
Q-4	5.0	4.4	7.6	8.0	9.9	7.9	6.7	5.8	8.6	4.3	8.7	6.2	11.3
2009 Q-1	6.4	5.8	11.8	9.7	14.3	12.1	8.4	7.2	10.4	5.4	9.4	6.6	14.5
Q-2	6.4	6.4	13.6	9.6	17.2	13.7	8.0	6.6	11.3	5.7	8.9	7.0	12.5
Q-3	6.7	7.4	15.0	10.4	18.6	14.0	8.2	7.2	12.6	6.3	8.7	6.9	12.4
Q-4	8.0	7.3	15.9	10.5	20.1	15.8	8.6	7.8	13.9	6.6	9.2	7.5	12.0
2010 Q-1	8.6	7.8	*	11.0	21.6	*	9.0	*	14.1	6.2	9.3	7.0	*

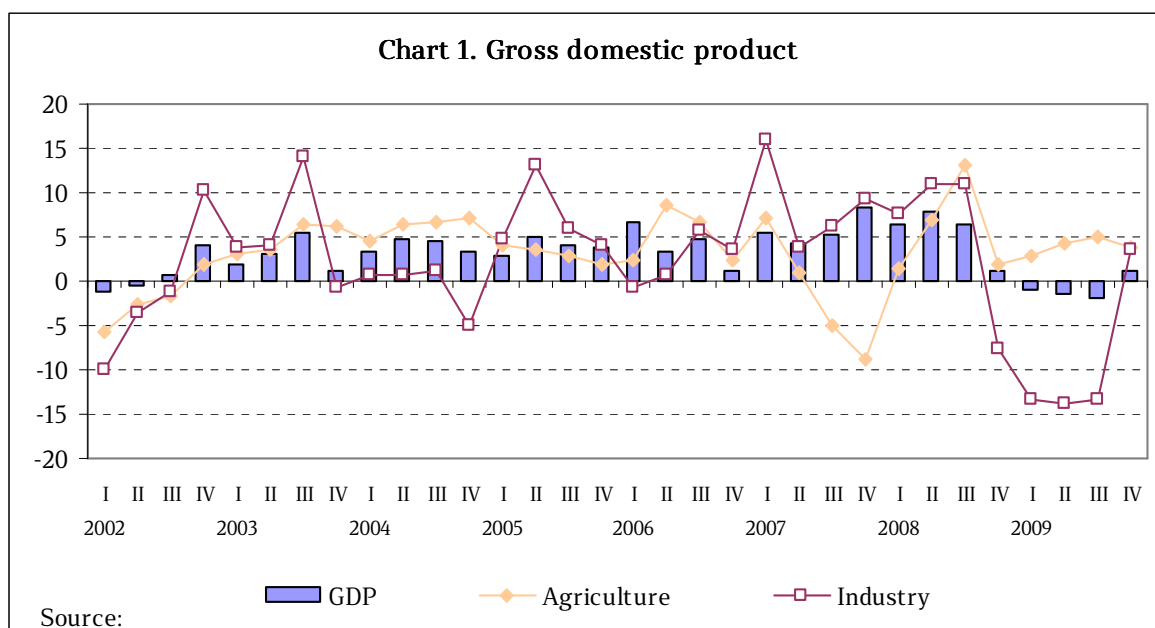
Source: Eurostat, Crostat, Turkstat

\*Not available

**Table 3. Gross domestic product according to production approach (annual real growth rates, %)**

	Agriculture, hunting, forestry and fishing	Extraction of ore and stone, processing industry and supply with electricity, gas and water	Construction	Wholesale and retail trade;	Hotels and restaurants	Transport, storage and communications	Financial intermediation, activities related to real estate, renting and imputed rents	Public administration and defense, social protection, education, health and social work	Imputed banking services	Value added	Net-taxes on production	GROSS DOMESTIC PRODUCT
	A+B	B+D+E	F	G	H	I	J+K+O	L+M+N				
2002	-2.0	-0.8	0.6	5.4	16.7	-1.8	-3.7	3.5	1.8	0.4	3.3	0.9
2003	4.8	5.0	13.3	1.8	9.6	0.4	-3.6	4.9	-1.2	3.3	0.6	2.8
2004	6.2	-0.8	7.4	15.7	-11.3	-4.8	11.8	-0.6	12.5	4.0	4.4	4.1
2005	0.1	2.7	0.9	4.7	1.5	10.4	-1.9	4.7	21.9	2.3	15.4	4.1
2006	5.0	2.4	12.9	7.3	7.5	10.6	9.4	2.3	20.3	5.4	-3.1	3.9
2007	-2.9	9.3	3.9	6.7	10.9	10.4	8.1	2.1	16.8	5.5	8.3	5.9
2008	5.7	3.5	-3.2	0.8	5.9	12.1	8.7	4.5	4.5	4.7	5.6	4.8
2009	4.0	-9.4	9.6	1.5	-4.8	-4.6	7.1	3.6	11.2	-0.4	-2.0	-0.7
2008 Q-1	1.4	7.7	-5.3	3.3	14.5	14.1	11.8	3.9	-0.5	7.0	3.2	6.4
Q-2	7.0	10.9	-3.6	2.7	3.2	21.0	13.2	4.0	4.5	8.5	4.9	7.9
Q-3	13.0	11.0	-8.9	-0.6	4.6	11.5	7.9	4.8	5.2	6.5	6.4	6.4
Q-4	1.9	-7.5	4.1	-2.2	3.5	2.5	5.6	5.1	8.6	-0.1	7.3	1.2
2009 Q-1	2.9	-13.4	9.2	1.3	-4.5	-3.6	9.2	3.3	12.9	-1.6	2.7	-0.9
Q-2	4.3	-13.7	14.4	0.3	-6.4	-8.4	5.3	4.5	1.6	-1.7	-0.2	-1.4
Q-3	4.9	-13.4	7.5	2.1	-4.1	-2.3	8.2	3.5	7.4	-1.0	-5.6	-1.8
Q-4	3.7	3.5	7.4	2.4	-4.1	-3.8	5.9	3.3	23.2	2.3	-3.9	1.2

Source: State Statistical Office



**Table 4. Gross domestic product according to expenditure approach  
(annual real growth rates %)**

	GDP	Final consumption			Gross investment	Export of goods and services	Import of goods and services
		Total	Personal	Public			
2002	0.9	6.3	12.5	-11.1	13.1	-5.2	9.7
2003	2.8	-3.3	-1.5	-9.9	-2.4	-5.7	-15.2
2004	4.1	6.5	8.1	0.2	13.4	15.4	19.5
2005	4.2	4.6	5.7	0.4	-5.0	13.0	7.7
2006	4.0	5.2	6.0	1.8	9.6	8.4	11.0
2007	5.9	8.0	9.8	0.4	13.3	14.3	17.4
2008	4.8	8.2	8.1	8.8	4.9	-7.6	0.0
2009	-0.7	-0.7	0.2	-4.7	-9.2	-8.2	-10.7
2006 Q-1	6.7	12.3	16.1	-1.2	-15.5	20.3	20.2
Q-2	3.4	6.8	6.6	7.5	21.2	10.2	19.6
Q-3	4.8	0.7	0.7	0.8	6.1	24.8	13.9
Q-4	1.1	2.4	2.9	0.2	6.0	2.0	5.4
2007 Q-1	5.5	6.6	7.6	2.7	16.9	22.7	20.8
Q-2	4.2	7.5	10.4	-3.9	-29.1	21.3	6.9
Q-3	5.2	8.3	9.2	4.5	38.6	1.0	16.0
Q-4	8.3	9.2	11.6	-1.2	34.5	9.1	20.8
2008 Q-1	6.4	6.8	7.6	3.7	43.8	-12.1	-0.1
Q-2	7.9	7.1	7.2	7.1	60.0	-12.9	4.7
Q-3	6.4	7.6	8.9	1.5	-3.8	-1.8	-2.2
Q-4	1.2	10.9	8.5	22.2	-26.8	-3.3	-1.8
2009 Q-1	-0.9	2.0	3.1	-2.0	14.8	-15.9	-0.3
Q-2	-1.4	-2.0	-2.5	0.3	-19.6	-6.6	-16.1
Q-3	-1.8	-0.4	-1.0	2.4	-26.7	-7.1	-17.7
Q-4	1.2	-2.1	1.5	-16.6	0.3	-3.7	-7.3

Source: State Statistical Office

**Table 5. Industry (production, employment and productivity), annual changes, %**

	Industrial production				Employment				Productivity			
	Total	Extraction of ore and stone	Processing industry	Electricity, gas and water	Total	Extraction of ore and stone	Processing industry	Electricity, gas and water	Total	Extraction of ore and stone	Processing industry	Electricity, gas and water
<b>2002</b>	-5.3	-24.5	-4.7	-3.8	-6.6	-7.3	-7.5	5.7	1.4	-18.6	3.0	-9.0
<b>2003</b>	4.7	-39.1	5.9	9.8	-5.5	-1.9	-6.4	1.9	10.8	-37.9	13.1	7.8
<b>2004</b>	-2.2	-5.0	-2.1	-2.6	-6.5	-7.7	-5.9	-10.3	4.6	2.9	4.0	8.6
<b>2005</b>	7.0	40.4	7.3	2.5	-4.3	-3.7	-4.6	-1.7	11.8	45.8	12.5	4.3
<b>2006</b>	3.6	11.5	3.6	0.8	-3.4	-0.6	-3.6	-4.3	7.2	12.2	7.5	5.3
<b>2007</b>	3.7	9.8	5.2	-9.5	-1.0	-6.3	-0.2	-2.2	4.7	17.2	5.4	-7.5
<b>2008</b>	5.5	9.9	6.3	-3.1	-1	-8.3	-0.1	-1.9	6.6	19.8	6.4	-1.2
<b>2009</b>	-7.7	-12.3	-9.3	8.8	-6.6	-9.8	-6.8	-2.1	-1.2	-2.8	-2.7	11.3
<b>2008 Q-1</b>	5.8	11.9	6.6	-0.8	-0.2	-7.5	0.9	-2.7	6	20.9	5.6	1.9
<b>Q-2</b>	12	13.9	12.9	3.2	-0.5	-9.3	0.6	-2.6	12.6	25.7	12.2	6
<b>Q-3</b>	13	3.4	14.6	2	-0.4	-8.3	0.6	-1.1	13.5	12.8	13.9	3.2
<b>Q-4</b>	-7.6	11.9	-7.8	-10.9	-3	-8.4	-2.6	-1.2	-4.7	22.2	-5.4	-9.8
<b>2009 Q-1</b>	-10.8	-12.6	-12.1	-1.6	-4.4	-6.8	-4.6	-0.3	-6.7	-6.2	-7.8	-1.3
<b>Q-2</b>	-13.1	-19	-15.2	17.1	-5.7	-9.3	-5.6	-2.3	-7.9	-10.7	-10.2	19.9
<b>Q-3</b>	-13.2	-10.9	-15.2	10.5	-8.9	-12.5	-9.3	-2.9	-4.6	1.9	-6.6	13.8
<b>Q-4</b>	7.8	-6.4	7.9	14.2	-7.5	-10.7	-7.7	-2.6	16.5	4.7	16.9	17.3
<b>2009 I</b>	-16.7	-23.7	-18.7	-4.6	-3.4	-6.2	-3.4	-0.1	-13.8	-18.7	-15.8	-4.5
<b>II</b>	-11.3	-21.9	-11.4	-6.5	-4.4	-6.7	-4.6	-0.2	-7.2	-16.3	-7.1	-6.3
<b>III</b>	-4.8	8.7	-7.2	7.0	-5.4	-7.4	-5.7	-0.6	0.6	17.4	-1.6	7.6
<b>IV</b>	-7.7	-8.2	-8.5	-0.3	-4.7	-7.5	-4.8	-0.5	-3.1	-0.8	-3.9	0.2
<b>V</b>	-15.3	-18.1	-18.7	26.1	-6.0	-9.8	-5.8	-3.6	-9.9	-9.2	-13.7	30.8
<b>VI</b>	-16.2	-30.8	-18.4	25.5	-6.3	-10.5	-6.2	-2.9	-10.6	-22.7	-13.0	29.2
<b>VII</b>	-19.8	-24.0	-21.6	5.7	-7.5	-11.8	-7.6	-2.9	-13.3	-13.8	-15.2	8.9
<b>VIII</b>	-9.9	-6.2	-12.7	21.2	-9.8	-12.9	-10.2	-2.8	-0.1	7.7	-2.8	24.7
<b>IX</b>	-9.8	-2.4	-11.4	4.6	-9.6	-12.9	-10	-3	-0.2	12.1	-1.6	7.8
<b>X</b>	-0.9	-6.4	-2.3	13.8	-8.8	-11.1	-9.3	-2.2	8.7	5.3	7.7	16.4
<b>XI</b>	4.3	-4	3.5	14.8	-6.9	-10.4	-7	-2.8	12	7.1	11.3	18.1
<b>XII</b>	20	-8.9	22.7	14	-6.7	-10.5	-6.8	-2.9	28.6	1.8	31.7	17.4
<b>2010 I</b>	-2.9	11.4	-8.2	16.7	-7.1	-9.3	-7.3	-2.9	4.5	22.8	-1.0	20.2
<b>II</b>	-13.1	0.9	-20.7	31.2	-7.6	-8.3	-8.1	-3.0	-6.0	10.0	-13.7	20.3
<b>III</b>	-11.2	-23.2	-13.9	10.6	-6.5	-7.6	-6.8	-2.3	-5.0	-16.9	-7.6	20.4

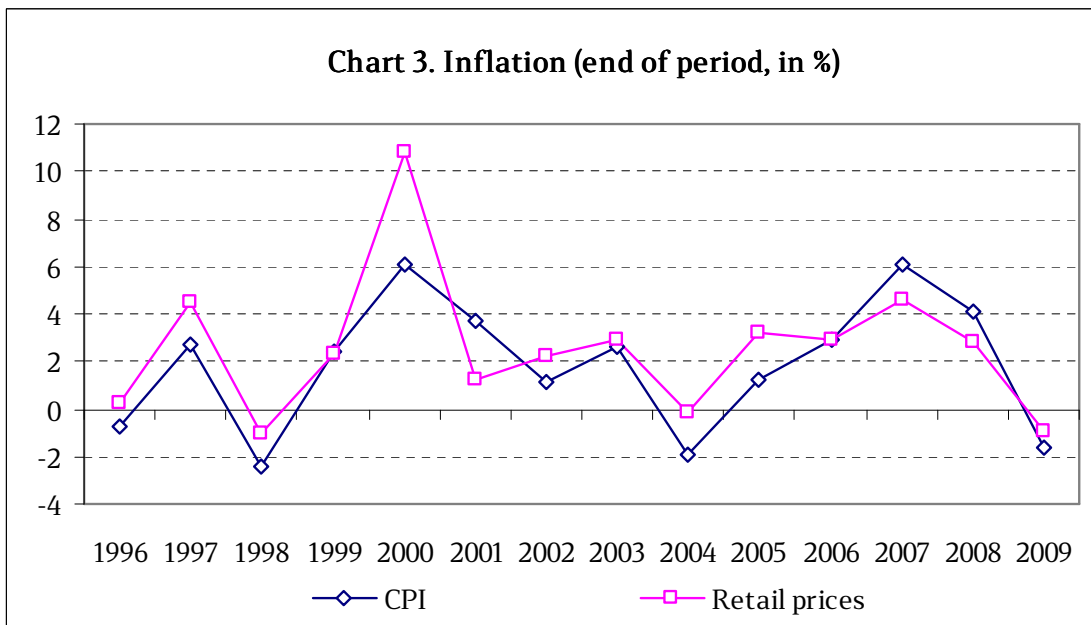
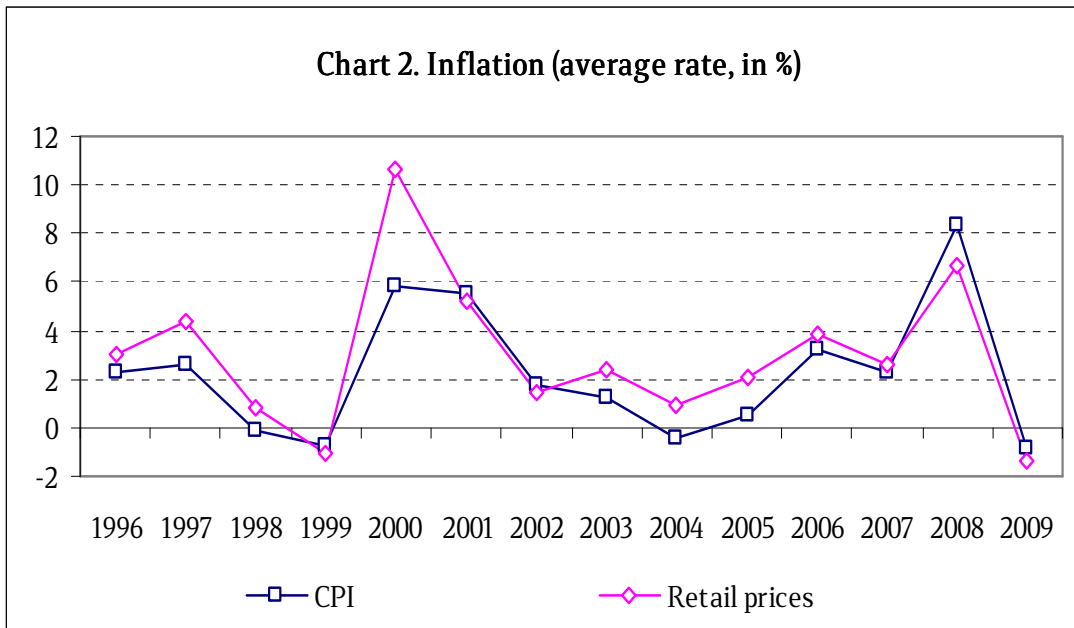
Source: State Statistical Office and own calculations



Table 6. Prices, growth rates (%)

	Consumer Price Index										Retail Price Index	Index of producer prices for industrial products
	Total	Food	Tobacco and beverages	Clothing and footwear	Housing	Hygiene and health	Culture and entertainment	Means of transport and services	Restaurants and hotels	Other services		
2002	1.8	1.8	1.0	6.8	1.7	-3.8	3.6	2.1	-	-	1.4	-0.9
2003	1.2	-1.4	3.4	2.2	3.9	3.9	2.2	4.2	-	-	2.4	-0.3
2004	-0.4	-3.1	1.1	0.9	2.2	0.4	1.3	4.0	-	-	0.9	0.9
2005	0.5	-1.2	5.5	2.2	0.4	-3.5	0.9	3.7	-	-	2.1	3.2
2006	3.2	2.2	17.8	0.2	2.0	2.0	6.4	1.8	-	-	3.9	7.3
2007	2.3	3.9	1.8	1.8	4.7	0.3	2.4	-3.1	4.7	8.6	2.6	2.6
2008	8.3	15.3	4	1.8	6	1.5	0.2	3.2	11.4	2.2	6.7	10.3
2009	-0.8	-1.6	4	0	4.5	2.1	-3.8	-7.9	2.2	-5.8	-1.4	6.5
2008 Q-1	9.5	19	4.2	1.6	3.6	1.5	-0.3	4.4	11.8	16.7	7.5	10.5
Q-2	9.9	19.5	3.5	3.6	3.4	1.1	0.5	5.8	12	1.9	7.9	13.6
Q-3	8.4	14.7	4.1	1.9	6.3	1.2	-0.2	5.1	13.1	-1.1	7.3	15.2
Q-4	5.5	8.6	4.3	0.3	10.4	2.1	0.9	-2.4	8.9	-6.6	4.3	2.2
2009 Q-1	0.9	0.9	4.5	1.6	7.4	2.1	-1.7	-9.1	5.1	-7.3	-0.1	-6.2
Q-2	-0.6	-1	4.2	-0.9	6.7	2.7	-2.3	-10.9	3.1	-8.6	-0.8	-8.8
Q-3	-1.4	-2.2	3.8	0.2	4.1	2.3	-4.4	-9.1	1	-5.8	-2.1	-10.1
Q-4	-2.1	-4.2	3.3	-0.8	0.2	1.4	-6.9	-2.1	-0.1	-0.9	-1.8	-0.4
2009 I	1.7	2.3	4.9	1.5	7.9	1.8	-0.6	-8.4	6.4	-6.4	0.7	-5.8
II	0.7	0.4	4.5	1.9	7.1	2.4	-2.0	-8.9	4.6	-7.6	-0.2	-5.1
III	0.2	-0.1	4.1	1.3	7.2	2.1	-2.6	-10.1	4.2	-7.8	-0.7	-7.6
IV	-0.5	-1.2	4.1	0.0	6.8	2.3	-2.7	-9.7	3.8	-8.2	-1.0	-7.1
V	0.4	1.3	4.3	-1.5	6.8	3.0	-1.7	-11.0	3.0	-8.8	-1.1	-9.3
VI	-1.7	-3.0	4.3	-1.2	6.4	2.9	-2.4	-12.1	2.4	-8.8	-2.4	-9.9
VII	-1.3	-2.1	4.2	0.0	6.2	2.6	-3.0	-11.5	1.0	-8.1	-2.2	-11.5
VIII	-1.4	-2.0	3.7	0.1	3.2	2.5	-3.4	-9.6	0.8	-8.1	-2.1	-9.8
IX	-1.4	-2.5	3.5	0.4	3.0	1.7	-6.7	-6.1	1.2	-1.2	-1.9	-9.0
X	-2.4	-5.0	3.4	0.0	2.9	1.6	-6.5	-6.0	0.8	-0.8	-2.4	-5.9
XI	-2.3	-4.1	3.3	0.0	-1.7	1.3	-7.6	-1.5	-0.6	-1.0	-2.1	1.4
XII	-1.6	-3.4	3.3	-2.5	-0.5	1.2	-6.5	1.1	-0.6	-1.0	-0.9	3.2
2010 I	0.1	-3.5	2.4	-1.2	5.4	1.2	-0.5	3.7	-0.4	-0.2	1.7	4.0
II	0.6	-1.9	0.7	-0.3	4.8	0.9	-0.3	4.0	-0.4	0.8	1.9	3.9
III	0.7	-1.9	0.5	0.5	4.5	1.6	0.4	4.2	-0.5	-7.6	2.3	4.5

Source: State Statistical Office



**Table 7. Stock exchange prices of main import and export products (US\$)**

	Brant crude oil	Lamb (c/kg)	Nickel	Copper	Lead	Zinc	Cold - rolled lead sheets	Hot-rolled lead sheets
<b>2002</b>	25.0	330.3	6,772.0	1,559.0	45.3	77.9	328.3	246.7
<b>2003</b>	28.9	388.4	9,629.0	1,779.0	51.5	82.8	444.6	320.2
<b>2004</b>	38.3	461.4	13,823.4	2,866.0	88.7	104.8	607.1	502.5
<b>2005</b>	54.4	443.3	14,744.0	3,679.0	97.6	138.1	733.3	633.3
<b>2006</b>	65.4	403.6	24,254.0	6,722.0	129.0	327.5	693.8	600.0
<b>2007</b>	72.7	413.9	37,226.0	7,118.0	258.0	324.3	650.0	550.0
<b>2008</b>	97.6	451.0	21,110.3	6,955.3	209.1	187.5	965.6	883.3
<b>2009</b>	61.84	427.7	14,654.6	5,149.7	171.9	165.5	783.3	683.3
<b>2008 Q-1</b>	96.7	453.6	28,957.0	7,796.0	289.9	243.0	762.5	700.0
<b>Q-2</b>	122.4	493.0	25,680.0	8,440.0	230.7	211.3	900.0	833.3
<b>Q-3</b>	115.6	447.3	18,961.0	7,680.0	191.2	177.0	1,100.0	1,000.0
<b>Q-4</b>	55.9	410.0	10,843.0	3,905.0	124.5	118.5	1,100.0	1,000.0
<b>2009 Q-1</b>	44.9	378.5	10,471.0	3,428.0	115.7	117.2	1,033.0	933.0
<b>Q-2</b>	59.1	428.7	12,920.0	4,663.0	149.9	147.3	700.0	600.0
<b>Q-3</b>	68.4	453.3	17,700.0	5,859.0	192.8	176.1	700.0	600.0
<b>Q-4</b>	75.0	450.1	17,527.3	6,648.7	229.3	221.4	700.0	600.0
<b>2009 I</b>	44.9	380.7	11,307.0	3,221.0	113.3	118.7	1,100.0	1,000.0
<b>II</b>	43.2	380.3	10,409.0	3,315.0	110.1	111.2	1,100.0	1,000.0
<b>III</b>	46.8	374.6	9,696.0	3,750.0	123.9	121.7	900.0	800.0
<b>IV</b>	50.9	396.1	11,166.0	4,407.0	138.9	137.9	700.0	600.0
<b>V</b>	57.9	427.7	12,635.0	4,569.0	144.0	148.4	700.0	600.0
<b>VI</b>	68.6	453.9	14,960.0	5,014.0	167.4	155.7	700.0	600.0
<b>VII</b>	64.9	453.7	15,985.0	5,216.0	167.9	157.9	700.0	600.0
<b>VIII</b>	72.5	456.0	19,642.0	6,165.0	190.0	182.2	700.0	600.0
<b>IX</b>	67.7	450.1	17,473.0	6,196.0	220.5	188.4	700.0	600.0
<b>X</b>	73.2	445.8	18,525.0	6,288.0	224.1	207.2	700.0	600.0
<b>XI</b>	77.0	457.0	16,991.0	6,676.0	230.9	219.3	700.0	600.0
<b>XII</b>	74.7	447.5	17,066.0	6,982.0	232.9	237.6	700.0	600.0
<b>2010 I</b>	76.4	460.9	18,439.0	7,386.0	236.8	243.4	700.0	600.0
<b>II</b>	74.3	451.4	18,976.0	6,848.0	212.4	215.7	700.0	600.0
<b>III</b>	79.3	443.9	22,461.0	7,463.0	217.2	227.5	775.0	675.0

Source: World Development Prospects (Pink Sheets)

Table 8. Balance of payments of the Republic of Macedonia (EUR million)

	2005	2006	2007	2008 Q1	2008 Q2	2008 Q3	2008 Q4	2008	2009 Q1	2009 Q2	2009 Q3	2009 Q4	2009	I-2010	II-2010
<b>CURRENT TRANSACTIONS</b>	<b>-121.3</b>	<b>-44.9</b>	<b>-414.8</b>	<b>-173.1</b>	<b>-210.7</b>	<b>-68.3</b>	<b>-401.2</b>	<b>-853.3</b>	<b>-345.6</b>	<b>-100.1</b>	<b>102.5</b>	<b>-140.0</b>	<b>-483.3</b>	<b>-31.8</b>	<b>-15.0</b>
<b>Goods, net</b>	<b>-858.5</b>	<b>-1,020.4</b>	<b>-1,174.8</b>	<b>-374.2</b>	<b>-464.0</b>	<b>-419.9</b>	<b>-492.6</b>	<b>-1,750.7</b>	<b>-446.6</b>	<b>-339.1</b>	<b>-301.0</b>	<b>-464.3</b>	<b>-1,551.0</b>	<b>-89.8</b>	<b>-94.3</b>
Export, f.o.b.	1,642.9	1,902.6	2,441.5	611.6	735.8	745.2	591.6	2,684.2	400.3	491.3	532.4	497.0	1,920.9	133.8	158.2
Import, f.o.b. <sup>2</sup>	-2,501.4	-2,923.1	-3,616.3	-985.8	-1,199.9	-1,165.1	-1,084.2	-4,434.9	-846.8	-830.3	-833.4	-961.3	-3,471.9	-223.6	-252.5
<b>Services, net</b>	<b>-24.7</b>	<b>22.2</b>	<b>25.5</b>	<b>0.5</b>	<b>-7.6</b>	<b>29.6</b>	<b>-18.1</b>	<b>4.3</b>	<b>-1.0</b>	<b>-1.2</b>	<b>23.3</b>	<b>6.9</b>	<b>28.0</b>	<b>1.4</b>	<b>0.8</b>
<b>Income, net</b>	<b>-91.5</b>	<b>-28.4</b>	<b>-277.7</b>	<b>23.8</b>	<b>0.7</b>	<b>-14.4</b>	<b>-101.0</b>	<b>-90.9</b>	<b>-27.4</b>	<b>-20.4</b>	<b>-17.6</b>	<b>-26.3</b>	<b>-91.7</b>	<b>-16.5</b>	<b>-8.1</b>
out of which: interest, net	-20.7	-19.4	-17.9	-5.8	-11.7	-11.0	-17.8	-46.3	-22.1	-16.5	-16.1	-18.0	-72.7	-12.4	-5.2
<b>Current transfers, net</b>	<b>853.3</b>	<b>981.8</b>	<b>1,012.1</b>	<b>176.8</b>	<b>260.3</b>	<b>336.4</b>	<b>210.5</b>	<b>984.0</b>	<b>129.4</b>	<b>260.6</b>	<b>397.8</b>	<b>343.6</b>	<b>1,131.4</b>	<b>73.1</b>	<b>81.5</b>
Official	53.4	58.7	23.9	7.7	21.5	10.9	7.9	47.9	10.3	12.9	8.3	22.4	53.9	0.9	3.9
Private	799.9	923.1	988.2	169.1	238.8	325.6	202.6	936.1	119.1	247.7	389.5	321.3	1,077.6	72.1	77.6
<b>CAPITAL AND FINANCIAL ACCOUNT</b>	<b>127.7</b>	<b>38.0</b>	<b>447.6</b>	<b>184.3</b>	<b>221.3</b>	<b>56.4</b>	<b>389.2</b>	<b>851.2</b>	<b>327.4</b>	<b>115.9</b>	<b>-111.5</b>	<b>134.4</b>	<b>466.1</b>	<b>26.1</b>	<b>19.2</b>
<b>Capital account, net</b>	<b>-1.7</b>	<b>-0.8</b>	<b>3.7</b>	<b>-0.8</b>	<b>-2.6</b>	<b>-0.5</b>	<b>-8.3</b>	<b>-12.2</b>	<b>0.8</b>	<b>1.7</b>	<b>15.2</b>	<b>2.3</b>	<b>20.0</b>	<b>0.1</b>	<b>0.3</b>
Capital transfers, net	-1.7	-0.8	1.2	-0.8	1.1	-0.5	-0.8	-1.1	0.8	1.7	7.7	2.3	12.5	0.1	0.3
Official	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Others	-1.7	-0.8	1.2	-0.8	1.1	-0.5	-0.8	-1.1	0.8	1.7	7.7	2.3	12.5	0.1	0.3
Acquisition/disposal of non-produced,	0.0	0.0	2.4	0.0	-3.7	0.0	-7.5	-11.2	0.0	0.0	7.5	0.0	7.5	0.0	0.0
<b>Financial account, net</b>	<b>129.4</b>	<b>38.8</b>	<b>444.0</b>	<b>185.1</b>	<b>223.9</b>	<b>56.9</b>	<b>397.6</b>	<b>863.5</b>	<b>326.6</b>	<b>114.2</b>	<b>-126.7</b>	<b>132.1</b>	<b>446.2</b>	<b>26.0</b>	<b>18.9</b>
Direct investments, net	74.9	344.6	506.9	142.5	111.5	74.8	80.5	409.4	56.5	60.3	-5.8	60.9	171.9	23.8	-23.3
Portfolio investments, net	200.2	73.1	114.4	-8.3	-10.8	-8.3	-23.3	-50.7	-19.1	-12.4	148.7	-12.8	104.3	-1.6	-3.0
Other investments, net	202.2	-81.4	-75.5	43.0	146.7	118.0	145.5	453.2	36.4	14.0	53.4	135.4	239.3	21.8	30.3
Trade credits, net	105.9	2.9	-29.0	-40.4	87.7	-21.2	-41.7	-15.7	52.3	2.4	-14.6	126.4	166.5	10.5	-8.8
Loans, net	100.2	-22.3	-128.7	11.2	41.2	82.4	90.8	225.6	-2.8	-6.3	-4.8	59.4	45.5	-5.8	0.2
Currencies and deposits, net	-20.3	-83.7	5.9	60.8	7.7	52.0	86.9	207.4	-19.5	13.3	6.3	-62.1	-62.1	15.2	18.8
out of which: monetary authorities, net	0.0	-5.7	-0.2	10.7	5.9	0.0	-0.5	16.0	-3.6	1.0	1.7	0.9	0.0	0.1	0.0
commercial banks, net	22.4	-10.4	68.4	47.2	9.2	41.0	137.2	234.6	-53.5	8.6	25.1	-40.3	-60.1	20.5	28.6
households, net	-42.7	-67.6	-62.3	2.9	-7.4	11.0	-49.7	-43.2	37.5	3.7	-20.5	-22.7	-2.1	-5.4	-9.8
Others, net	16.5	21.7	76.2	11.3	10.1	4.8	9.5	35.8	6.3	4.7	66.5	11.8	89.3	2.0	20.0
Gross official reserves ("-" meaning increase) <sup>3</sup>	-347.9	-297.6	-101.8	8.0	-23.5	-127.6	194.8	51.6	252.8	52.2	-323.0	-51.4	-69.4	-18.1	14.9
<b>MISTAKES AND OMISSIONS</b>	<b>-6.4</b>	<b>6.9</b>	<b>-32.8</b>	<b>-11.2</b>	<b>-10.6</b>	<b>11.9</b>	<b>12.0</b>	<b>2.1</b>	<b>18.2</b>	<b>-15.8</b>	<b>9.1</b>	<b>5.6</b>	<b>17.1</b>	<b>5.7</b>	<b>0.9</b>

Source: National Bank of the Republic of Macedonia

1/ Previous data

- In November 2007, time series 1997-2006 was revised
- In November 2007, time series 1997-2006 was revised
- In October 2004 time series 2002-2003 was revised
- In August 2004 time series 2002-2003 was revised
- In January 2004 following items were revised: goods, services, current transfers, trade credits and direct investments
- In August 2003, time series 1997-2002 was revised: changes at categories of services, income and direct investments

2/ Import is shown on f.o.b parity in line with B issue of IMF Balance of Payments Manual. Calculation of c.i.f - f.o.b. factor as percentage of import c.i.f

by years is: 1993-20%, 1994-20%, 1995-20%, 1996-14%, 1997-10%, 1998-5.02%, 1999-4.86%, 2000-3.9%, 2001-4.2%, 2002-3.8%, 2003-4.06%, 2004, 2005 and 2006-4.14%.

Time adjustment of import of electricity was made for 2006

3/ Excluding monetary gold and exchange rate differences; Funds obtained from the succession of former SFRY in June 2001 in the amount of US\$ 23.9 million, in May 2003 in the amount of US\$ 17.8 million in, in 2005 in the amount US\$ 14.9 million are not balance of payments transaction, due to which they are only included in the stock of foreign exchange reserves, not being included in the changes

Table 9.1. EXPORT - selected products according to SITC (EUR million)

	Iron and steel	Clothing	Oil and oil products	Tobacco and tobacco processed goods	Fruit and vegetables	Beverages	non-metal mineral products	Electrical machines and spare parts	Footwear	Metal products	Textile yarns	Medical and pharmaceutical products	Road vehicles
<b>2006</b>	529,972,742	404,724,869	161,523,072	88,861,192	86,451,093	63,820,813	55,330,669	47,011,596	45,000,725	36,390,311	36,033,777	35,129,018	21,181,600
<b>2007</b>	921,230,079	462,772,918	114,853,184	77,001,637	103,460,688	74,027,765	49,383,963	60,868,187	36,224,841	40,185,583	24,178,850	44,619,984	69,944,750
<b>2008</b>	867,547,300	483,665,055	204,813,701	83,781,854	112,745,260	65,014,519	59,797,441	61,850,242	37,976,596	51,556,297	23,903,363	70,500,641	78,431,997
<b>2009</b>	728,937,741	799,645,317	260,602,851	156,035,452	197,758,207	117,952,800	124,902,072	91,961,016	109,364,299	103,672,420	62,481,477	94131439.1	30,574,001
<b>2008 Q-1</b>	196,665,306	127,590,826	42,784,633	10,732,448	15,097,363	13,971,931	13,675,104	14,477,116	9,806,599	11,390,688	6,565,805	14683831.4	14,980,795
<b>Q-2</b>	268,814,591	111,548,061	59,316,080	26,534,487	35,504,761	17,453,814	14,837,322	14,502,946	8,403,334	10,115,947	6,571,579	16,812,709	23,142,294
<b>Q-3</b>	250,439,400	126,748,056	71,680,946	22,940,404	32,145,638	15,403,217	14,884,854	18,168,536	8,991,377	12,596,574	5,912,696	18290466.9	21,418,119
<b>Q-4</b>	151,628,000	117,778,112	31,032,042	23,574,514	29,997,498	18,185,557	16,400,161	14,701,643	10,775,286	17,453,087	4,853,282	20,713,634	18,890,791
<b>2009 Q-1</b>	423,656,146	497,074,916	150,879,962	81,891,214	110,033,094	71,127,477	70,939,308	55,747,282	66,354,820	64,132,942	37,868,278	57542934.5	18,149,658
<b>Q-2</b>	93,641,327	95,989,229	30,600,059	21,013,056	28,139,682	20,562,938	15,629,092	12,837,168	11,838,308	12,687,657	8,100,346	11,320,258	4,171,948
<b>Q-3</b>	95,698,357	106,349,941	42,447,459	37,063,575	27,419,438	14,770,131	20,203,654	11,624,723	16,871,695	12,093,759	7,980,832	12577361.2	4,087,131
<b>Q-4</b>	115,941,911	100,231,232	36,675,371	16,067,607	32,165,992	11,492,253	18,130,017	11,751,843	14,299,476	14,758,063	8,532,021	12,690,886	4,165,264
<b>2009 I</b>	381,273,855	418,624,181	136,342,663	79,203,554	101,524,750	62,079,372	65,129,278	47,691,421	56,760,384	53,053,987	32,661,832	51,711,285	16,015,687
<b>II</b>	15,863,757	38,219,604	6,642,056	1,302,966	4,145,741	4,570,585	2,216,343	3,707,790	4,714,458	4,953,990	2,399,692	2,775,682	905,492
<b>III</b>	26,518,534	40,231,132	7,895,243	1,384,694	4,362,602	4,477,521	3,593,687	4,348,071	4,879,978	6,124,965	2,806,754	3,055,967	1,228,479
<b>IV</b>	29,861,232	35,422,258	8,782,367	3,393,560	5,725,772	5,220,931	3,948,046	4,591,825	3,422,357	4,319,820	2,938,049	4,734,616	1,751,283
<b>V</b>	34,124,338	27,454,190	10,579,592	7,108,665	9,322,757	6,778,318	5,566,793	3,742,033	3,888,990	3,907,949	2,600,298	3,571,887	1,140,217
<b>VI</b>	29,655,757	33,112,781	11,238,100	10,510,831	13,091,152	8,563,690	6,114,253	4,503,310	4,526,960	4,459,888	2,562,000	3,013,755	1,280,449
<b>VII</b>	31,832,661	34,094,476	11,245,822	11,779,598	12,611,433	4,372,297	6,476,278	4,394,285	5,413,423	4,206,671	2,618,786	3,936,413	1,462,154
<b>VIII</b>	31,846,186	38,773,592	15,040,539	17,643,231	7,434,323	5,449,585	6,763,720	4,303,822	6,821,668	3,991,172	2,979,717	4,205,997	1,052,165
<b>IX</b>	32,019,511	33,481,873	16,161,098	7,640,747	7,373,683	4,948,249	6,963,657	2,926,616	4,636,604	3,895,916	2,382,329	4,434,951	1,572,811
<b>X</b>	45,335,186	33,375,145	14,390,701	7,056,964	11,971,022	3,701,070	6,544,136	3,730,763	6,413,386	5,080,925	2,887,427	3,870,637	1,280,892
<b>XI</b>	32,070,253	33,894,478	4,450,960	3,734,285	12,182,275	3,819,569	6,783,252	4,679,880	4,283,817	5,874,766	2,852,927	4,292,220	1,500,083
<b>XII</b>	38,536,472	32,961,609	17,833,711	5,276,358	8,012,695	3,971,614	4,802,630	3,341,199	3,602,274	3,802,372	2,791,667	4,528,029	1,384,290
<b>2010 I</b>	27,908,549	32,095,705	9,567,000	8,417,553	3,497,494	4,157,518	2,312,612	1,626,502	3,269,048	2,436,861	2,246,276	2,489,657	846,840
<b>II</b>	34,611,023	32,800,155	13,062,775	5,509,927	4,741,541	3,404,242	2,426,369	2,164,926	5,029,985	1,794,051	2,389,887	4,350,363	1,272,343
<b>III</b>	37,162,853	36,482,540	7,352,916	6,835,679	7,967,084	3,241,156	2,653,139	2,537,582	3,358,261	3,115,143	3,121,480	3,579,601	1,701,347

Source: State Statistical Office

Table 9.2. IMPORT - selected products according to SITC (EUR million)

	Oil and oil products	Iron and steel	Textile yarns	Road vehicles	Electrical machines and spare parts	Industrial machines and spare parts	Meat and meat processed products	Special industry machines	Paper and paper products	Preparation of non-metal minerals	Clothing	Fruit and vegetables	Wheat and wheat products	Dairy products and eggs
<b>2006</b>	497,426,818	293,790,595	269,555,519	161,620,274	82,674,036	76,075,381	72,804,907	69,384,220	66,195,774	60,340,323	49,631,973	36,844,290	33,567,270	23,278,540
<b>2007</b>	458,952,977	396,381,378	309,347,207	232,139,645	113,209,432	99,717,307	86,907,623	100,847,924	76,007,574	67,729,433	55,847,503	45,865,304	69,178,178	26,428,396
<b>2008</b>	626,926,665	505,223,281	316,224,229	302,190,438	131,636,512	139,726,957	94,915,536	105,931,713	89,221,959	82,066,703	60,246,158	52,579,424	79,711,471	29,104,480
<b>2009</b>	444,120,930	215,412,796	277,254,584	212,466,494	130,190,119	123,229,697	100,985,223	87,548,910	81,634,508	80,679,664	53,392,103	50,343,326	58,722,413	29,864,385
<b>2008 Q-1</b>	167,692,833	95,842,005	67,414,342	70,737,250	74,481,277	24,961,324	15,539,568	22,789,314	19,267,030	15,240,072	13,472,714	14,892,631	26,901,092	6,238,640
<b>Q-2</b>	175,073,617	176,840,534	91,163,917	83,624,946	42,702,067	40,537,329	24,250,399	31,208,001	24,755,597	22,541,977	15,255,028	11,596,731	17,438,225	8,480,855
<b>Q-3</b>	171,635,194	159,598,827	68,013,881	74,232,164	69,213,051	39,045,450	28,160,664	23,444,415	22,099,001	24,280,235	13,933,062	9,954,469	14,778,243	7,941,430
<b>Q-4</b>	112,525,021	72,941,915	89,632,088	73,596,078	48,492,425	35,182,854	26,964,906	28,489,983	23,100,330	20,004,417	17,585,354	16,135,593	20,593,910	6,443,555
<b>2009 Q-1</b>	106,249,888	47,785,849	60,312,240	55,147,384	23,512,449	32,860,997	20,950,326	23,417,076	18,026,653	14,081,492	13,527,115	14,291,919	17,193,775	6,071,012
<b>Q-2</b>	86,943,640	46,424,585	78,548,106	52,987,976	31,305,919	34,074,408	24,765,724	22,452,830	21,574,681	21,966,862	14,155,437	11,740,611	16,446,802	8,232,048
<b>Q-3</b>	113,464,148	57,653,682	59,068,222	47,725,391	36,363,707	26,269,331	28,350,030	18,616,001	20,030,763	23,518,233	12,612,896	9,199,489	10,907,028	8,345,539
<b>Q-4</b>	137,463,253	63,548,679	79,326,015	56,605,742	39,008,045	30,024,961	26,919,144	23,063,004	22,002,411	21,113,078	13,096,654	15,111,306	14,174,808	7,215,786
<b>2009 I</b>	37,206,031	13,178,496	18,873,392	14,498,231	5,618,718	10,122,905	6,929,458	3,825,081	4,425,408	3,362,576	3,172,588	5,305,839	4,221,351	1,368,041
<b>II</b>	36,547,104	14,608,566	19,903,456	18,618,060	7,678,067	11,372,391	6,351,497	7,983,358	6,585,958	4,776,908	4,760,764	4,223,655	5,855,788	2,217,067
<b>III</b>	32,496,753	19,998,788	21,535,392	22,031,094	10,215,663	11,365,702	7,669,371	11,608,637	7,015,287	5,942,008	5,593,763	4,762,425	7,116,636	2,485,904
<b>IV</b>	43,101,961	15,891,392	21,267,385	17,980,015	11,577,832	13,001,580	9,111,864	8,022,160	6,936,059	6,533,903	5,507,132	5,029,509	6,866,595	2,660,880
<b>V</b>	7,402,975	17,148,993	27,200,247	16,938,150	9,303,864	10,427,328	7,930,669	5,633,418	7,007,891	7,564,695	4,278,201	3,614,393	4,137,812	2,403,250
<b>VI</b>	36,438,704	13,384,201	30,080,475	18,069,810	10,424,223	10,645,500	7,723,191	8,797,252	7,630,730	7,868,263	4,370,104	3,096,709	5,442,396	3,167,917
<b>VII</b>	47,190,463	18,505,331	22,763,342	20,131,622	15,114,164	11,109,031	11,152,104	8,461,457	6,842,899	8,248,324	3,999,115	3,550,667	3,991,983	3,325,874
<b>VIII</b>	48,044,762	17,526,665	16,748,028	11,951,353	9,923,996	8,109,822	9,119,068	5,379,301	6,276,040	7,254,950	3,672,271	3,081,807	2,953,837	2,956,606
<b>IX</b>	18,228,923	21,621,686	19,556,851	15,642,416	11,325,548	7,050,478	8,078,858	4,775,243	6,911,823	8,014,958	4,941,510	2,567,016	3,961,209	2,063,059
<b>X</b>	45,001,851	23,033,353	23,688,114	20,440,165	13,035,416	7,822,862	9,251,665	9,052,241	7,151,364	8,343,602	5,005,296	4,388,125	4,721,700	2,570,365
<b>XI</b>	48,560,870	21,942,549	28,980,732	17,763,924	12,991,370	9,944,010	9,063,806	6,702,769	7,235,205	6,587,874	4,429,454	4,608,646	4,709,235	2,012,928
<b>XII</b>	43,900,533	18,572,777	26,657,170	18,401,653	12,981,260	12,258,088	8,603,673	7,307,994	7,615,842	6,181,602	3,661,904	6,114,535	4,743,873	2,632,494
<b>2010 I</b>	39,995,843	15,887,747	18,642,085	14,809,611	5,685,148	3,699,919	6,911,755	5,522,424	4,840,339	3,280,589	2,282,864	4,666,599	3,097,859	1,799,153
<b>II</b>	39,152,039	19,263,602	16,220,054	18,772,983	8,776,231	5,741,501	6,087,199	6,404,920	5,791,275	3,796,999	3,517,567	4,436,915	4,080,054	2,088,706
<b>III</b>	15,357,632	24,776,343	23,088,485	24,886,393	10,916,160	9,833,042	7,385,053	9,056,411	7,468,562	6,278,603	5,166,338	5,346,406	5,765,052	2,508,861

Source: State Statistical Office

**Table 10.1. Foreign direct investments by activity in the Republic of Macedonia (EUR million)**

Activities	Agriculture, hunting and fishing	Mining and extraction	Production	Electrification, gasification, water economy	Construction	Total services	Non-allocated	Sub-total	Undistributed - reinvested profit and part of remaining capital	Total
2003	1.59	-1.87	18.50	-0.02	10.63	65.55	6.14	94.27	-	100.41
2004	8.38	6.77	158.31	2.11	-0.25	84.60	1.14	259.54	-	260.67
2005	-0.84	16.44	19.53	-0.03	0.01	42.90	0.91	76.30	-	77.21
2006	2.13	0.60	99.40	119.20	3.27	118.87	1.32	343.47	-	344.79
2007	10.46	8.92	126.80	-3.57	14.80	339.01	9.58	496.40	-	505.97
2008	3.90	0.94	33.01	41.19	22.54	268.75	0.72	370.32	41.50	371.04
2008 Q-1	2.14	0.05	6.27	20.75	6.29	80.97	0.37	116.47	0.73	117.57
Q-2	0.53	0.06	4.77	28.08	8.48	57.78	-0.13	99.71	30.96	130.55
Q-3	0.49	0.12	6.69	-19.03	3.34	88.78	0.26	80.38	10.63	91.26
Q-4	0.73	0.71	15.28	11.40	4.43	41.22	0.22	73.76	-0.82	73.15
2009 Q-1	0.00	-4.99	18.28	10.23	-0.81	23.14	-0.30	46.59	9.07	55.35
Q-2	0.02	0.69	39.55	8.09	1.16	48.51	0.02	98.04	-28.16	69.91

Source: National Bank of the Republic of Macedonia

**Table 10.2. Foreign direct investments in the Republic of Macedonia by selected countries (EUR million)**

Countries	Austria	France	Germany	Greece	Hungary	Italy	The Netherlands	Slovenia	Switzerland	Turkey	Great Britain	Serbia
2003	7.50	4.57	5.16	8.76	3.81	0.40	8.62	18.74	9.99	1.51	7.09	5.93
2004	16.66	4.45	8.05	40.32	4.49	13.31	34.74	5.94	27.38	3.95	5.43	0.38
2005	-6.66	-3.21	-0.41	17.56	-3.83	10.57	12.16	8.78	17.42	0.33	0.15	5.17
2006	130.93	0.02	0.57	40.68	0.80	4.86	14.67	10.47	21.27	3.90	12.08	15.17
2007	10.79	28.47	9.32	44.58	73.04	6.79	26.54	59.97	30.86	2.01	40.49	54.12
2008	95.68	-2.04	4.01	6.72	-8.70	4.81	2.34	79.23	29.79	-1.50	24.82	38.02
2008 Q-1	26.90	1.03	0.68	7.80	-1.52	1.19	12.75	14.89	2.55	-0.24	6.51	13.04
Q-2	42.05	2.19	2.02	3.59	-1.52	1.76	-8.65	12.16	15.39	-0.38	1.12	5.14
Q-3	13.99	1.47	1.05	-2.41	-1.52	1.44	7.58	28.56	4.70	0.09	-1.30	-1.48
Q-4	12.74	-6.73	0.26	-2.26	-4.14	0.42	-9.34	23.62	7.15	-0.97	18.49	21.32
2009 Q-1	18.65	-1.75	-0.06	0.68	-0.02	2.22	31.22	1.97	5.41	-2.73	-23.81	0.87
Q-2	19.08	0.08	-0.11	-77.11	0	0.18	65.58	96.58	3.67	-0.05	-27.48	1.25
Q-3	10.27	0	-0.11	0.46	0	0.1	9	15.59	5.51	0.3	13.18	-0.01

Source: National Bank of the Republic of Macedonia

Table 11. Gross external debt-stock

(EUR million)	31/12/2004	31/12/2005	31/12/2006	31/12/2007*	31/03/2008	30/06/2008	30/09/2008	31/12/2008	31/03/2009	30/06/2009	30/09/2009	31/12/2009
<b>1. GOVERNMENT SECTOR</b>	<b>1,016.46</b>	<b>1,282.82</b>	<b>1,065.56</b>	<b>897.71</b>	<b>883.72</b>	<b>883.07</b>	<b>880.13</b>	<b>906.33</b>	<b>916.40</b>	<b>906.78</b>	<b>1,093.17</b>	<b>1,055.84</b>
<b>1.1 Short-term</b>	<b>0.01</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.21</b>
1.1.1. Money market instruments	0.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1.1.2. Loans	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1.1.3. Commercial credits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1.1.4. Other liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.21
Outstanding liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.21
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>1.2 Long-term liabilities</b>	<b>1,016.45</b>	<b>1,282.82</b>	<b>1,065.56</b>	<b>897.71</b>	<b>883.72</b>	<b>883.07</b>	<b>880.13</b>	<b>906.33</b>	<b>916.40</b>	<b>906.78</b>	<b>1,093.17</b>	<b>1,055.64</b>
1.2.1. Bonds	23.25	187.47	190.38	170.49	165.51	155.64	143.61	131.62	134.35	129.18	320.16	275.57
1.2.2. Loans	993.20	1,095.36	875.19	727.22	718.21	727.44	736.52	771.22	778.98	774.73	770.34	777.60
1.2.3. Commercial credits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3.49	3.08	2.87	2.67	2.46
1.2.4. Other liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>2. MONETARY AUTHORITY (NBRM)</b>	<b>55.54</b>	<b>62.81</b>	<b>51.99</b>	<b>9.01</b>	<b>8.72</b>	<b>8.69</b>	<b>9.09</b>	<b>9.15</b>	<b>9.50</b>	<b>9.25</b>	<b>71.46</b>	<b>71.74</b>
<b>2.1 Short-term</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
2.1.1. Money market instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.1.2. Loans	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.1.3. Currencies and deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.1.4. Other liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Outstanding liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>2.2 Long-term</b>	<b>55.54</b>	<b>62.81</b>	<b>51.99</b>	<b>9.01</b>	<b>8.72</b>	<b>8.69</b>	<b>9.09</b>	<b>9.15</b>	<b>9.50</b>	<b>9.25</b>	<b>71.46</b>	<b>71.74</b>
2.2.1. Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.2.2. Loans	45.97	52.66	42.39	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.2.3. Currencies and deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.2.4. Other liabilities	9.56	10.14	9.60	9.01	8.72	8.69	9.09	9.15	9.50	9.25	71.46	71.74
<b>3. BANKING SECTOR</b>	<b>123.24</b>	<b>192.02</b>	<b>269.88</b>	<b>387.85</b>	<b>346.15</b>	<b>358.89</b>	<b>389.60</b>	<b>384.07</b>	<b>377.99</b>	<b>377.90</b>	<b>448.63</b>	<b>467.75</b>
<b>3.1 Short-term</b>	<b>67.32</b>	<b>81.41</b>	<b>115.44</b>	<b>178.12</b>	<b>142.31</b>	<b>138.83</b>	<b>173.34</b>	<b>171.35</b>	<b>153.22</b>	<b>162.82</b>	<b>227.33</b>	<b>222.20</b>
3.1.1. Money market instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.1.2. Loans	7.04	1.30	0.00	16.50	10.72	10.00	10.00	0.00	0.00	0.00	0.00	40.00
3.1.3. Currencies and deposits	51.71	69.46	104.70	152.26	124.29	121.28	154.87	162.46	143.63	153.59	218.29	172.84
3.1.4. Other liabilities	8.57	10.66	10.74	9.36	7.29	7.55	8.48	8.90	9.59	9.23	9.04	9.36
Outstanding liabilities	8.57	10.66	10.74	9.36	7.29	7.55	8.48	8.90	9.59	9.23	9.04	9.36
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>3.2 Long-term</b>	<b>55.93</b>	<b>110.60</b>	<b>154.44</b>	<b>209.73</b>	<b>203.84</b>	<b>220.06</b>	<b>216.25</b>	<b>212.72</b>	<b>224.77</b>	<b>215.08</b>	<b>221.30</b>	<b>245.55</b>
3.2.1. Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.2. Loans	55.79	106.40	146.31	199.81	189.02	206.48	203.21	201.14	201.14	191.39	194.47	219.63
3.2.3. Currencies and deposits	0.14	4.20	8.13	9.92	14.82	13.58	13.04	11.58	23.63	23.69	26.82	25.92
3.2.4. Other liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>4. OTHER SECTORS</b>	<b>600.40</b>	<b>721.01</b>	<b>786.69</b>	<b>1,115.71</b>	<b>1,031.96</b>	<b>1,143.09</b>	<b>1,328.26</b>	<b>1,321.91</b>	<b>1,343.52</b>	<b>1,344.21</b>	<b>1,353.20</b>	<b>1,417.72</b>
<b>4.1 Short-term</b>	<b>370.02</b>	<b>475.84</b>	<b>435.42</b>	<b>727.89</b>	<b>643.68</b>	<b>727.10</b>	<b>808.90</b>	<b>738.32</b>	<b>747.75</b>	<b>741.29</b>	<b>753.08</b>	<b>818.19</b>
4.1.1. Money market instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.1.2. Loans	4.78	53.03	11.65	39.32	24.35	16.37	16.51	14.91	17.02	11.31	9.00	5.03
4.1.3. Currencies and deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.1.4. Commercial credits	322.58	362.86	349.59	567.07	539.02	626.80	703.70	621.55	626.81	620.12	631.14	694.72
4.1.5. Other liabilities	42.66	59.95	74.17	121.50	80.30	83.92	88.69	101.87	103.92	109.87	112.93	118.45
Outstanding liabilities	42.66	58.40	74.17	121.50	80.30	83.92	88.69	101.87	103.92	109.87	112.93	118.45
Other	0.00	1.54	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>4.2 Long-term</b>	<b>230.39</b>	<b>245.18</b>	<b>351.27</b>	<b>387.81</b>	<b>388.28</b>	<b>415.99</b>	<b>519.36</b>	<b>583.59</b>	<b>595.77</b>	<b>602.91</b>	<b>600.12</b>	<b>599.53</b>
4.2.1. Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.2.2. Loans	207.63	234.14	331.68	372.92	371.83	397.35	499.36	559.66	573.38	581.00	578.50	582.29
4.2.3. Currencies and deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.2.4. Commercial credits	22.76	11.04	19.59	14.54	16.10	18.28	19.64	23.57	22.03	21.55	21.26	16.88
4.2.5. Other liabilities	0.00	0.00	0.00	0.36	0.36	0.36	0.36	0.36	0.36	0.36	0.36	0.36
<b>5. DIRECT INVESTMENTS: inter- company</b>	<b>284.52</b>	<b>269.57</b>	<b>329.30</b>	<b>430.77</b>	<b>588.22</b>	<b>664.41</b>	<b>685.47</b>	<b>682.70</b>	<b>694.89</b>	<b>741.14</b>	<b>784.82</b>	<b>826.37</b>
5.1. Liabilities towards affiliated enterprises	3.70	5.68	13.16	6.11	4.30	5.46	6.35	7.40	7.40	7.41	7.47	9.48
5.2. Liabilities towards direct investors	280.82	263.89	316.14	424.66	583.92	658.95	679.12	675.29	687.48	733.73	777.35	816.89
<b>GROSS EXTERNAL DEBT</b>	<b>2,080.17</b>	<b>2,528.23</b>	<b>2,503.42</b>	<b>2,841.05</b>	<b>2,858.77</b>	<b>3,058.16</b>	<b>3,292.55</b>	<b>3,304.16</b>	<b>3,342.30</b>	<b>3,379.29</b>	<b>3,751.27</b>	<b>3,839.43</b>
<b>Memo items</b>												
Public debt	1,211.44	1,487.93	1,270.37	1,057.35	1,037.38	1,045.22	1,047.77	1,109.94	1,119.05	1,108.10	1,352.66	1,324.39
Private debt	868.73	1,040.31	1,233.06	1,783.70	1,821.39	2,012.94	2,244.78	2,194.23	2,223.25	2,271.19	2,398.61	2,515.04

\*Revision of trade credits for 2007 based on data from the new KIPO questionnaire. Data on trade credits for 2008 and Q1

2009 are estimated using flow data from the balance of payments.



**Table 12.1. Monetary trends, Denar million 1,2)**

Denar million	Credits			Deposits			Monetary aggregates			
	Total	Denar	Foreign currencies	Total	Denar	Foreign currencies	Primary money	M1	M2	M4
<b>2003</b>	46,644	39,368	7,276	65,671	31,159	34,512	21,028	28,265	77,251	81,154
<b>2004</b>	58,298	46,901	11,397	78,831	36,262	42,569	21,114	28,842	90,435	94,550
<b>2005</b>	70,524	53,297	17,227	92,725	41,617	51,108	26,120	30,675	104,477	108,724
<b>2006</b>	92,017	68,442	23,575	117,838	57,385	60,453	31,501	36,153	130,340	135,907
<b>2007</b>	128,071	97,352	30,719	155,869	87,613	68,256	37,860	47,256	166,953	175,783
<b>2008</b>	172,150	133,679	38,471	175,130	91,298	83,832	40,890	54,119	178,885	195,525
<b>2008 Q-1</b>	140,645	108,592	32,053	160,448	87,994	72,454	34,510	44,462	168,309	178,529
<b>Q-2</b>	153,197	118,521	34,676	171,071	94,414	76,657	39,170	49,434	178,053	189,730
<b>Q-3</b>	164,498	126,243	38,255	178,437	95,929	82,508	39,167	50,182	184,024	197,894
<b>Q-4</b>	172,150	133,679	38,471	175,130	91,298	83,832	40,890	54,119	178,885	195,525
<b>2009 Q-1</b>	176,298	136,900	39,398	172,789	83,493	89,296	36,713	46,791	174,959	190,377
<b>Q-2</b>	175,164	136,884	38,280	174,596	82,972	91,624	37,348	47,635	175,763	191,949
<b>Q-3</b>	175,066	137,052	38,015	177,897	80,773	97,124	41,760	47,909	178,596	195,732
<b>Q-4</b>	178,196	139,194	39,001	187,583	87,072	100,511	45,952	52,246	185,980	207,258
<b>2009 I</b>	173,301	133,925	39,376	173,922	88,487	85,435	38,835	49,622	178,067	192,681
<b>II</b>	175,397	135,992	39,405	174,586	88,391	86,195	39,034	48,888	177,717	192,775
<b>III</b>	176,298	136,900	39,398	172,789	83,493	89,296	36,713	46,791	174,959	190,377
<b>IV</b>	176,758	137,156	39,602	174,714	82,879	91,834	36,735	46,819	176,829	192,480
<b>V</b>	176,261	137,334	38,927	173,259	82,375	90,885	35,611	47,326	174,932	190,840
<b>VI</b>	175,164	136,884	38,280	174,596	82,972	91,624	37,348	47,635	175,763	191,949
<b>VII</b>	175,711	137,406	38,304	172,880	78,099	94,780	42,160	48,315	175,133	191,593
<b>VIII</b>	175,326	137,151	38,175	177,642	80,497	97,145	42,675	49,603	179,208	195,704
<b>IX</b>	175,066	137,052	38,015	177,897	80,773	97,124	41,760	47,909	178,596	195,732
<b>X</b>	175,384	137,201	38,183	181,947	83,617	98,330	45,059	49,119	181,905	199,943
<b>XI</b>	176,889	138,212	38,676	183,647	85,023	98,624	44,434	49,060	181,929	201,445
<b>XII</b>	178,196	139,194	39,001	187,583	87,072	100,511	45,952	52,246	185,980	207,258
<b>2010 I</b>	178,702	139,660	39,042	189,304	87,556	101,748	46,325	49,976	186,100	208,129
<b>II</b>	179,611	139,771	39,840	189,768	88,087	101,681	45,039	50,745	185,808	208,271
<b>III</b>	180,722	140,391	40,331	192,433	89,897	102,535	43,996	50,274	187,153	210,735

Source: NBRM

1) Starting January 2009 data are compiled on the basis of the new accounting plan of the banks

2) Starting January 2009 data are revised in line with the new adopted Methodology for the period starting January 2003

**Table 12.2. Monetary trends, growth rates %, 1,2)**

	Credits			Deposits			Monetary aggregates			
	Total	Denar	Foreign currencies	Total	Denar	Foreign currencies	Primary money	M1	M2	M4
<b>2004</b>	25.0	19.1	56.6	20.0	16.4	23.3	0.4	2.0	17.1	16.5
<b>2005</b>	21.0	13.6	51.2	17.6	14.8	20.1	23.7	6.4	15.5	15.0
<b>2006</b>	30.5	28.4	36.8	27.1	37.9	18.3	20.6	17.9	24.8	25.0
<b>2007</b>	39.2	42.2	30.3	32.3	52.7	12.9	20.2	30.7	28.1	29.3
<b>2008</b>	34.4	37.3	25.2	12.4	4.2	22.8	8.0	14.5	7.1	11.2
<b>2009</b>	3.5	4.1	1.4	7.1	-4.6	19.9	12.4	-3.5	4.0	6.0
<b>2008 Q-1</b>	42.2	47.0	28.0	28.3	41.8	15.0	16.6	24.3	23.1	25.3
<b>Q-2</b>	42.1	47.0	27.5	23.8	30.1	16.9	22.2	30.2	19.6	21.4
<b>Q-3</b>	38.6	40.9	31.5	24.9	25.0	24.9	19.6	22.2	19.7	22.0
<b>Q-4</b>	34.4	37.3	25.2	12.4	4.2	22.8	8.0	14.5	7.1	11.2
<b>2009 Q-1</b>	25.3	26.1	22.9	7.7	-5.1	23.2	6.4	5.2	4.0	6.6
<b>Q-2</b>	14.3	15.5	10.4	2.1	-12.1	19.5	-4.7	-3.6	-1.3	1.2
<b>Q-3</b>	6.4	8.6	-0.6	-0.3	-15.8	17.7	6.6	-4.5	-2.9	-1.1
<b>Q-4</b>	3.5	4.1	1.4	7.1	-4.6	19.9	12.4	-3.5	4.0	6.0
<b>2009 I</b>	32.1	34.2	25.4	10.4	1.2	21.9	10.1	11.3	6.4	9.4
<b>II</b>	29.0	30.6	23.7	8.8	-0.8	20.7	8.7	7.1	4.8	7.6
<b>III</b>	25.3	26.1	22.9	7.7	-5.1	23.2	6.4	5.2	4.0	6.6
<b>IV</b>	21.4	22.1	18.9	6.3	-8.0	23.6	1.8	1.2	2.6	5.1
<b>V</b>	18.5	19.4	15.2	2.9	-10.8	19.7	-0.6	-1.8	-0.3	2.0
<b>VI</b>	14.3	15.5	10.4	2.1	-12.1	19.5	-4.7	-3.6	-1.3	1.2
<b>VII</b>	11.2	12.9	5.7	-0.1	-17.5	20.7	4.3	-0.4	-3.0	-0.6
<b>VIII</b>	9.3	11.2	3.1	0.5	-15.5	19.1	13.7	-0.9	-2.7	-0.8
<b>IX</b>	6.4	8.6	-0.6	-0.3	-15.8	17.7	6.6	-4.5	-2.9	-1.1
<b>X</b>	4.6	6.3	-0.8	3.6	-12.1	22.1	10.4	-0.2	1.0	2.4
<b>XI</b>	4.1	5.2	0.4	7.2	-5.2	20.9	22.3	-0.5	4.5	5.9
<b>XII</b>	3.5	4.1	1.4	7.1	-4.6	19.9	12.4	-3.5	4.0	6.0
<b>2010 I</b>	3.1	4.3	-0.8	8.8	-1.1	19.1	19.3	0.7	4.5	8.0
<b>II</b>	2.4	2.8	1.1	8.7	-0.3	18.0	15.4	3.8	4.6	8.0
<b>III</b>	2.5	2.6	2.4	11.4	7.7	14.8	19.8	7.4	7.0	10.7

Source: NBRM

1) Starting January 2009 data are compiled on the basis of the new accounting plan of the banks

2) Starting January 2009 data are revised in line with the new adopted

Methodology for the period starting January 2003

Table 13. Wages and consumer basket (amount and annual growth rates)

	Gross wage			Net wage			Consumer Basket (CB)		Ratio between CB and net wage (%)
	Average (Denar)	Nominal change	Real change	Average (Denar)	Nominal change	Real change	Average (Denar)	Nominal change	
2002	19,030.4	6.4	4.2	11,270.6	6.7	4.5			
2003	19,957.1	4.9	3.6	11,828.2	4.9	3.7			
2004	20,778.5	4.1	4.5	12,297.7	4.0	4.4	9,952.1		80.9
2005	21,334.8	2.7	2.2	12,599.8	2.5	1.9	9,831.3	-1.2	78.0
2006	23,036.5	8.0	4.6	13,517.9	7.3	3.9	10,277.9	4.5	76.0
2007	24,139.3	4.8	2.5	14,585.8	7.9	5.5	10,631.4	3.4	72.9
2008	26,227.7	8.7	0.3	16,094.8	10.4	1.9	12,219.4	14.9	75.9
2009	29,923.3	14.3	15.2	19,958.3	24.2	25.2	12,252.6	0.3	61.4
2008 Q-1	25,145.7	8.7	-0.8	15,430.3	10.5	0.9	12,178.7	17.5	78.9
Q-2	25,565.7	8.1	-1.6	15,697.3	9.9	0.0	12,383.7	18.3	78.9
Q-3	26,336.7	8.9	0.4	16,170.7	10.7	2.1	11,963.7	14.5	74.0
Q-4	27,862.7	9.0	3.3	17,080.7	10.3	4.5	12,351.7	9.9	72.3
2009 Q-1	29,540.3	17.5	16.4	19,653.3	27.4	26.2	12,798.7	5.1	65.1
Q-2	30,136.7	17.9	18.6	20,116.3	28.2	29.0	12,569.3	1.5	62.5
Q-3	29,748.5	15.6	17.1	19,815.0	25.3	27.1	11,856.0	-1.2	59.8
Q-4	30,183.3	8.3	10.6	20,172.3	18.1	20.6	11,829.0	-4.3	58.6
2009 I	29,586	16.7	14.7	19,616	26.7	24.0	12,824	6.6	65.4
II	29,433	18.7	17.9	19,598	28.9	28.0	12,756	4.8	65.1
III	29,602	17.1	16.8	19,746	27.2	26.9	12,816	3.9	64.9
IV	30,139	18.6	19.1	20,167	29.2	29.9	12,730	2.6	63.1
V	30,100	17.5	17.1	20,112	27.9	27.4	12,992	4.7	64.6
VI	30,171	17.5	19.6	20,070	27.4	29.6	11,986	-2.8	59.7
VII	29,730	15.5	17.0	19,763	25.0	26.7	11,887	-1.2	60.1
VIII	29,767	15.6	17.2	19,867	25.6	27.4	11,825	-1.1	59.5
IX	30,002	9.0	10.6	20,044	18.7	20.4	11,728	-1.4	58.5
X	30,110	8.5	11.1	20,116	18.2	21.1	11,622	-5.1	57.8
XI	29,829	8.4	11	19,918	18.1	20.9	11,737	-4.1	58.9
XII	30611	8.1	9.8	20483	18.0	19.9	12128	-3.6	59.2
2010 I	29,947	1.2	1.1	20,330	3.6	3.5	12,151	-5.2	59.8
II	29,751	1.1	0.5	20,240	3.3	2.7	12285	-3.7	60.7

Source: State Statistical Office and own estimations

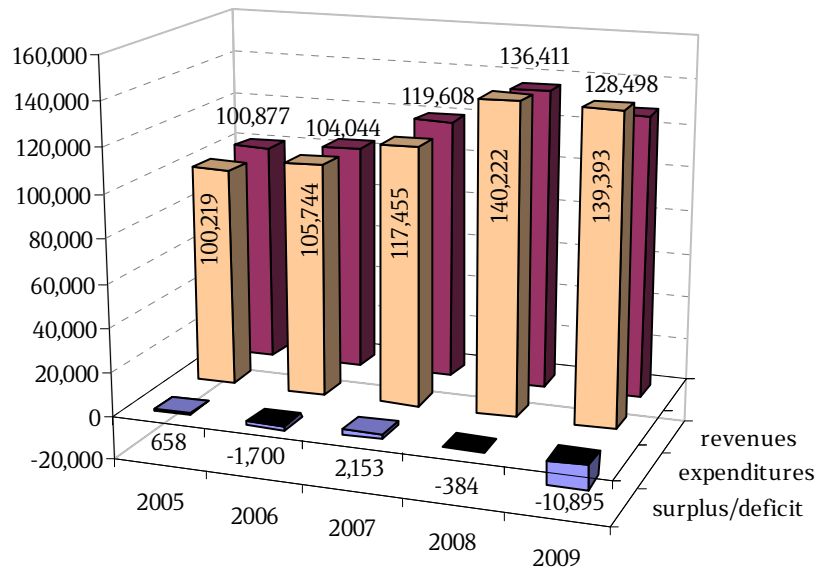
Table 14. Labour Market

	Active population			Activity rates			Labour productivity (percentage change)	Number of unempolyed registered in the EARM
	Total	Employed	Unemployed	Activity rate	Employment rate	Unemployment rate		
2002	824,824	561,341	263,483	52.6	35.8	31.9	7.7	371,733
2003	860,976	545,108	315,868	54.5	34.5	36.7	5.9	384,209
2004	832,281	522,995	309,286	52.2	32.8	37.2	8.5	393,238
2005	869,187	545,253	323,934	54.1	33.9	37.3	-0.1	376,187
2006	891,679	570,405	321,274	55.1	35.2	36.0	-0.6	350,920
2007	907,138	590,234	316,904	55.7	36.2	34.9	2.3	365,402
2008	919,425	609,015	310,409	56.3	37.3	33.8	1.6	349,608
2009	928,775	629,901	298,873	56.7	38.4	32.2	-4.0	345,621
2008 Q-1	920,512	600,593	319,919	56.3	36.7	34.8	1.9	359,234
Q-2	917,566	607,125	310,441	56.2	37.2	33.8	3.6	351,423
Q-3	925,073	619,802	305,271	56.7	38.0	33.0	2.1	344,507
Q-4	914,547	608,541	306,006	56.0	37.3	33.5	-0.4	343,266
2009 Q-1	919,026	618,189	300,837	56.2	37.8	32.7	-3.7	350,254
Q-2	933,878	636,516	297,722	57.0	38.8	31.9	-5.9	348,855
Q-3	940,661	642,541	298,120	57.3	39.2	31.7	-5.3	341,729
Q-4	921,534	622,720	298,814	56.1	37.9	32.4	-1.1	341,644

Source: State Statistical Office (Labour Force Survey) EARM, own calculations

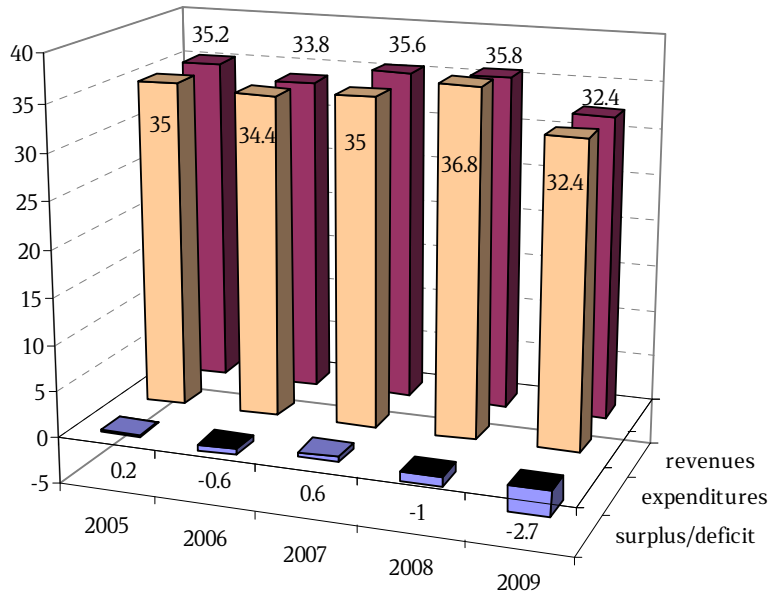
## **BUDGET AND FUNDS**

**Chart 1. Total expenditures, total revenues and surplus/deficit of the Budget of the Republic of Macedonia**

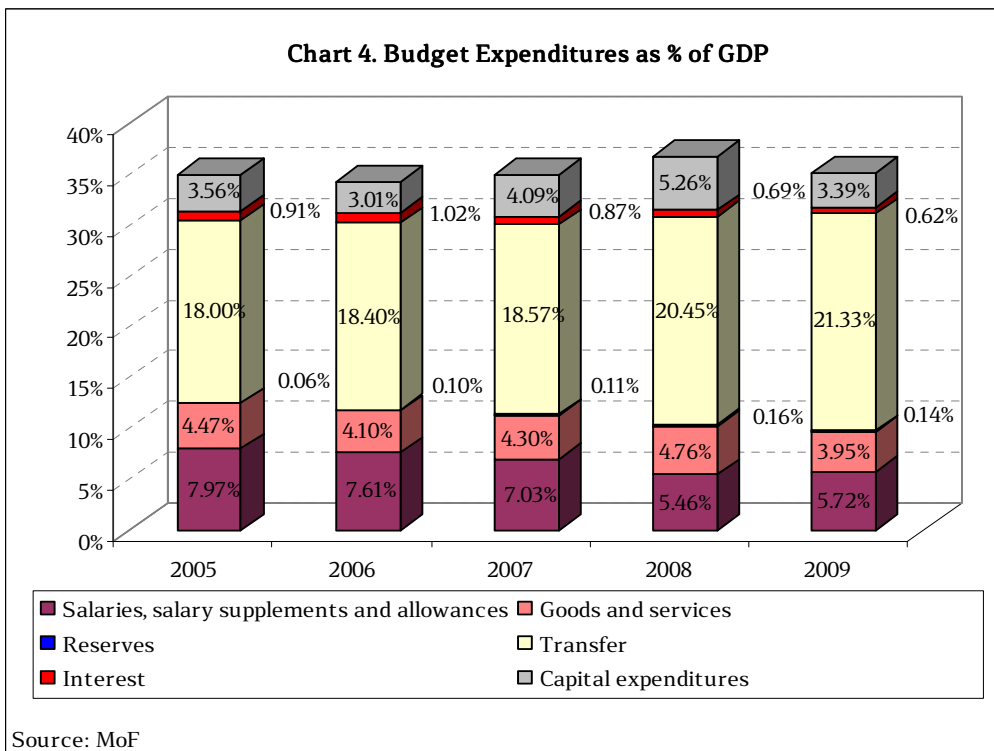
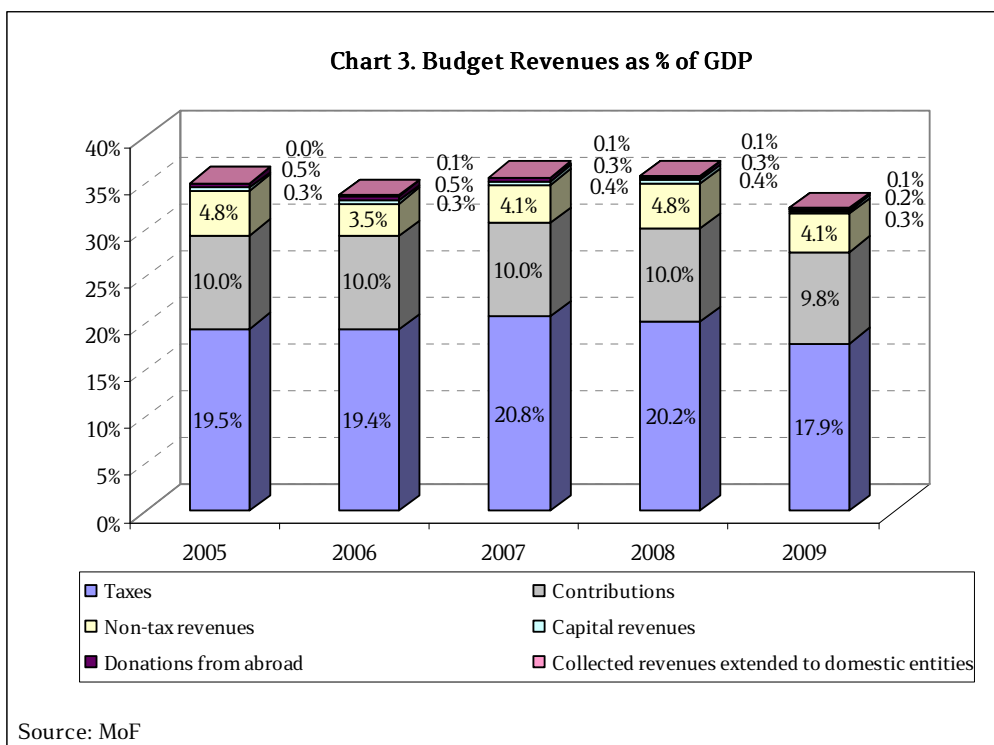


Source: MoF

**Chart 2. Total expenditures, total revenues and surplus/deficit of the Budget of the Republic of Macedonia as % of GDP**



Source: MoF



**Table 1. Total revenues, total expenditures and surplus/deficit of the Budget of the Republic of Macedonia**

Denar million	Revenues	Expenditures	Surplus/Deficit
	1	2	3=1-2
2005	100,877	100,219	658
2006	104,044	105,744	-1,700
2007	119,608	117,455	2,153
2008	136,411	140,222	-3,811
Q-1	33,134	28,874	4,260
Q-2	31,688	31,945	-257
Q-3	37,073	30,710	6,363
Q-4	34,516	48,693	-14,177
2009	128,498	139,393	-10,895
Q-1	31,298	33,231	-1,933
Q-2	31,780	35,357	-3,577
Q-3	31,785	33,008	-1,223
Q-4	33,635	37,797	-4,162
2010 Q-1	29,525	33,624	-4,099
2010 I	9,249	11,560	-2,311
II	8,867	10,606	-1,739
III	11,410	11,458	-48

Source: MoF

**Table 2. Budget Revenues (Central Budget and Funds Budgets)**

Denar million	Total revenues	Taxes	Contributions	Non-tax revenues	Capital revenues	Donations from abroad	Collected loans extended to domestic entities
	1=(2+3+4+5+6+7)	2	3	4	5	6	7
2005	100,877	55,985	28,595	13,867	933	1,494	2
2006	104,044	59,774	30,766	10,706	948	1,423	427
2007	119,608	69,761	33,457	13,901	1,397	906	186
2008	136,411	76,854	38,249	18,400	1,390	1,327	191
Q-1	33,134	19,181	8,821	4,552	336	191	53
Q-2	31,688	19,037	9,068	3,035	282	237	29
Q-3	37,073	19,724	9,605	7,189	373	162	20
Q-4	34,516	18,912	10,755	3,624	399	737	89
2009	128,498	71,023	38,837	16,402	1,167	833	237
Q-1	31,298	17,364	9,190	4,160	414	114	57
Q-2	31,780	16,306	9,727	5,173	238	268	68
Q-3	31,785	18,297	9,477	3,533	194	204	80
Q-4	33,635	19,056	10,443	3,536	321	247	32
2010 Q-1	29,525	16,186	9,082	3,666	336	200	56
2010 I	9,249	5,328	2,675	1,024	150	58	14
II	8,867	4,565	3,116	984	115	52	35
III	11,410	6,293	3,291	1,658	71	91	7

Source: MoF

Table 3. Tax revenues of the Budget of the Republic of Macedonia

Denar million	Tax revenues	Personal income tax	Profit tax	VAT	Excises	Import duties	Other tax revenues	Tax revenues (Own accounts)
	1=(2+3+4+5+6+7+8)	2	3	4	5	6	7	8
2005	55,985	8,097	2,837	27,082	11,748	5,266	651	304
2006	59,774	8,414	4,708	27,239	12,174	5,420	1,620	199
2007	69,761	8,892	5,898	32,962	13,265	6,199	2,298	247
2008	76,854	8,696	8,579	36,173	14,276	6,275	2,560	295
Q-1	19,181	2,075	2,823	8,857	3,291	1,320	680	135
Q-2	19,037	2,134	2,075	9,145	3,389	1,675	588	31
Q-3	19,724	1,988	1,747	9,697	3,870	1,666	690	66
Q-4	18,912	2,499	1,934	8,474	3,726	1,614	602	63
2009	71,023	8,710	4,434	35,173	14,533	5,229	2,675	269
Q-1	17,364	2,029	1,996	8,175	3,124	1,304	699	37
Q-2	16,306	2,198	614	7,817	3,662	1,316	641	58
Q-3	18,297	2,141	997	9,205	3,991	1,235	665	63
Q-4	19,056	2,342	827	9,976	3,756	1,374	670	111
2010 Q-1	16,186	2,111	879	8,204	3,140	953	722	177
2010 I	5,328	582	240	2,365	1,514	267	290	70
II	4,565	726	162	2,501	638	270	217	51
III	6,293	803	477	3,338	988	416	215	56

Source: MoF

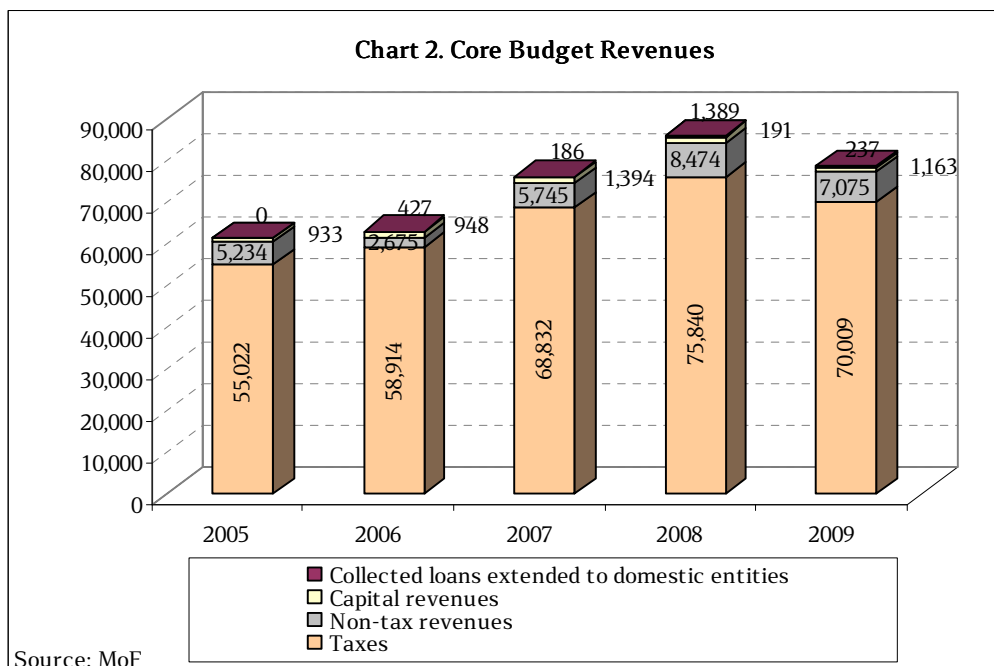
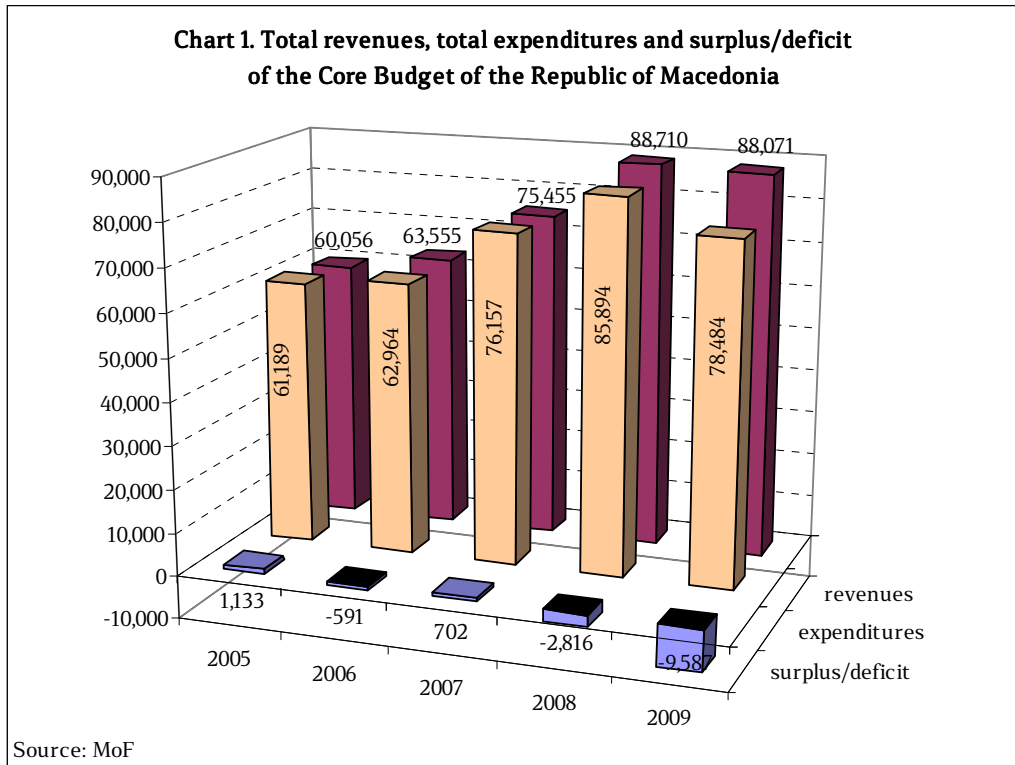
Table 4. Budget Expenditures

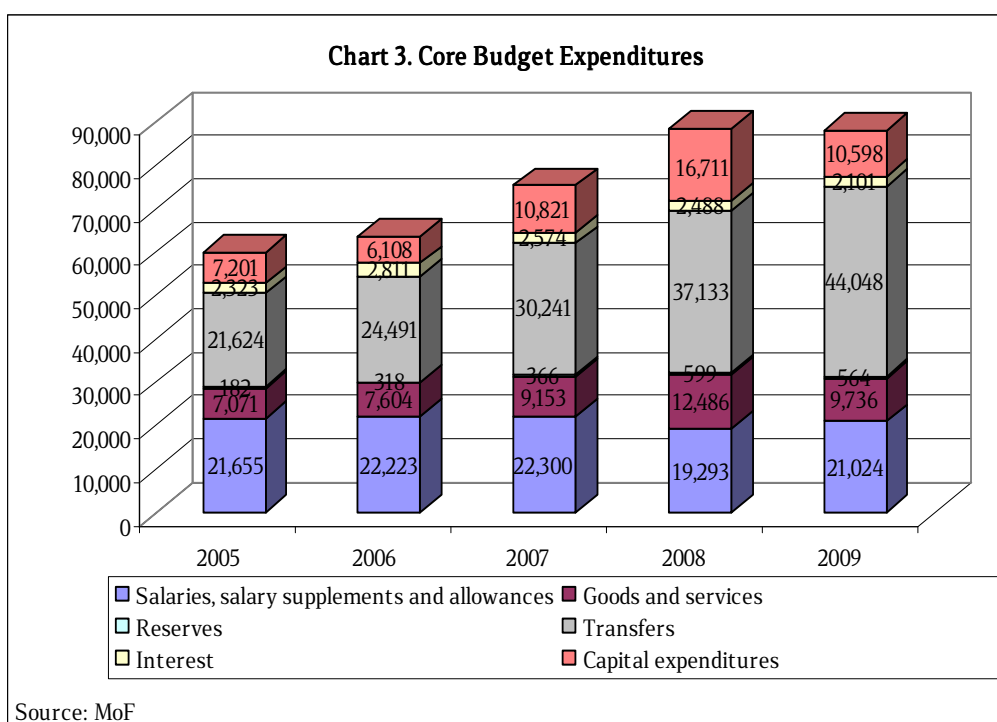
Denar million	TOTAL EXPENDITURES	Salaries, salary supplements and allowances	Goods and services	Reserves	Transfers	Interest	Capital expenditures
	1=(2+3+4+5+6+7)	2	3	4	5	6	7
2005	100,219	22,835	12,802	182	51,597	2,611	10,192
2006	105,744	23,421	12,609	318	56,607	3,137	9,266
2007	117,455	23,607	14,440	366	62,386	2,915	13,741
2008	140,222	20,827	18,146	599	77,942	2,646	20,062
Q-1	28,874	5,220	3,137	28	17,469	420	2,600
Q-2	31,945	4,971	3,994	81	18,771	682	3,446
Q-3	30,710	4,879	3,628	96	18,743	387	2,977
Q-4	48,693	5,757	7,387	394	22,959	1,157	11,039
2009	139,393	22,699	15,656	564	84,601	2,445	13,428
Q-1	33,231	5,570	3,661	96	20,809	503	2,592
Q-2	35,357	5,782	4,328	153	20,699	725	3,670
Q-3	33,008	5,650	3,506	125	20,593	342	2,792
Q-4	37,797	5,697	4,161	190	22,500	875	4,374
2010 Q-1	33,624	5,751	3,663	60	20,699	223	3,228
2010 I	11,560	1,916	1,113	48	7,107	62	1,316
II	10,606	1,915	1,170	5	6,453	82	981
III	11,458	1,920	1,380	7	7,139	80	932

Source: MoF



## CORE BUDGET





**Table 5. Total revenues, total expenditures and Surplus/Deficit of Core Budget**

Denar million	Revenues	Expenditures	Surplus/Deficit
	1	2	3=1-2
<b>2005</b>	61,189	60,056	1,133
<b>2006</b>	62,964	63,555	-591
<b>2007</b>	76,157	75,455	702
<b>2008</b>	85,894	88,710	-2,816
<b>Q-1</b>	21,228	17,418	3,810
<b>Q-2</b>	19,895	18,643	1,252
<b>Q-3</b>	24,578	18,098	6,480
<b>Q-4</b>	20,193	34,551	-14,358
<b>2009</b>	78,484	88,071	-9,587
<b>Q-1</b>	19,469	21,791	-2,322
<b>Q-2</b>	19,505	22,776	-3,271
<b>Q-3</b>	19,430	20,624	-1,194
<b>Q-4</b>	20,080	22,880	-2,800
<b>2010 K-1</b>	17,463	21,155	-3,692
<b>2010 I</b>	5,550	7,519	-1,969
<b>II</b>	4,855	6,553	-1,698
<b>III</b>	7,058	7,083	-25

Source: MoF

Table 6. Core Budget Revenues

Denar million	Total revenues	Taxes	Non-tax revenues	Capital revenues	Collected loans extended to domestic entities
	1=(2+3+4+5)	2	3	4	5
2005	61,189	55,022	5,234	933	0
2006	62,964	58,914	2,675	948	427
2007	76,157	68,832	5,745	1,394	186
2008	85,894	75,840	8,474	1,389	191
Q-1	21,228	18,890	1,950	335	53
Q-2	19,895	18,829	755	282	29
Q-3	24,578	19,460	4,725	373	20
Q-4	20,193	18,661	1,044	399	89
2009	78,484	70,009	7,075	1,163	237
Q-1	19,469	17,167	1,831	414	57
Q-2	19,505	16,065	3,134	238	68
Q-3	19,430	18,023	1,135	192	80
Q-4	20,080	18,754	975	319	32
2010 K-1	17,463	15,845	1,232	331	56
2010 I	5,550	5,177	212	147	14
II	4,855	4,502	205	113	35
III	7,058	6,166	815	71	7

Source: MoF

Table 7. Core Budget Tax Revenues

Denar million	Tax revenues	Personal income tax	Profit tax	VAT	Excises	Import duties	Other tax revenues
	1=(2+3+4+5+6+7)	2	3	4	5	6	7
2005	55,022	8,097	2,837	27,082	11,089	5,266	651
2006	58,914	8,414	4,708	27,239	11,513	5,420	1,620
2007	68,832	8,892	5,898	32,962	12,583	6,199	2,298
2008	75,840	8,696	8,579	36,173	13,557	6,275	2,560
Q-1	18,890	2,075	2,823	8,857	3,135	1,320	680
Q-2	18,829	2,134	2,075	9,145	3,212	1,675	588
Q-3	19,460	1,988	1,747	9,697	3,672	1,666	690
Q-4	18,661	2,499	1,934	8,474	3,538	1,614	602
2009	70,009	8,710	4,434	35,173	13,788	5,229	2,675
Q-1	17,167	2,029	1,996	8,175	2,964	1,304	699
Q-2	16,065	2,198	614	7,817	3,479	1,316	641
Q-3	18,023	2,141	997	9,205	3,780	1,235	665
Q-4	18,754	2,342	827	9,976	3,565	1,374	670
2010 K-1	15,845	2,111	879	8,204	2,976	953	722
2010 I	5,177	582	240	2,365	1,433	267	290
II	4,502	726	162	2,501	626	270	217
III	6,166	803	477	3,338	917	416	215

Source: MoF

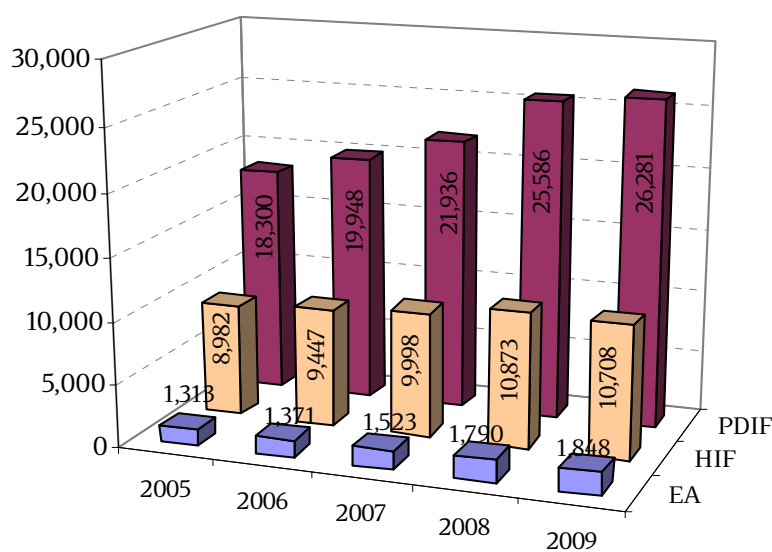
Table 8. Core Budget Expenditures

Denar million	TOTAL EXPENDITURES	Salaries, salary supplements and allowances	Goods and services	Reserves	Transfers	Interest	Capital Expenditures
	1=(2+3+4+5+6+7)	2	3	4	5	6	7
2005	60,056	21,655	7,071	182	21,624	2,323	7,201
2006	63,555	22,223	7,604	318	24,491	2,811	6,108
2007	75,455	22,300	9,153	366	30,241	2,574	10,821
2008	88,710	19,293	12,486	599	37,133	2,488	16,711
Q-1	17,418	4,854	2,079	28	8,352	394	1,711
Q-2	18,643	4,604	2,658	81	8,077	668	2,555
Q-3	18,098	4,517	2,497	96	8,387	355	2,246
Q-4	34,551	5,318	5,252	394	12,317	1,071	10,199
2009	88,071	21,024	9,736	564	44,048	2,101	10,598
Q-1	21,791	5,128	2,508	96	11,368	408	2,283
Q-2	22,776	5,325	2,776	153	10,970	637	2,915
Q-3	20,624	5,266	2,221	125	10,555	303	2,154
Q-4	22,880	5,305	2,231	190	11,155	753	3,246
2010 K-1	15,845	2,111	879	8,204	2,976	953	722
2010 I	5,177	582	240	2,365	1,433	267	290
II	4,502	726	162	2,501	626	270	217
III	6,166	803	477	3,338	917	416	215

Source: MoF

## FUNDS

Chart 1. Social contributions (PDIF, HIF and Employment Agency)



Source: MoF

**Table 9. Social Contributions (PDIF, HIF and Employment Agency)**

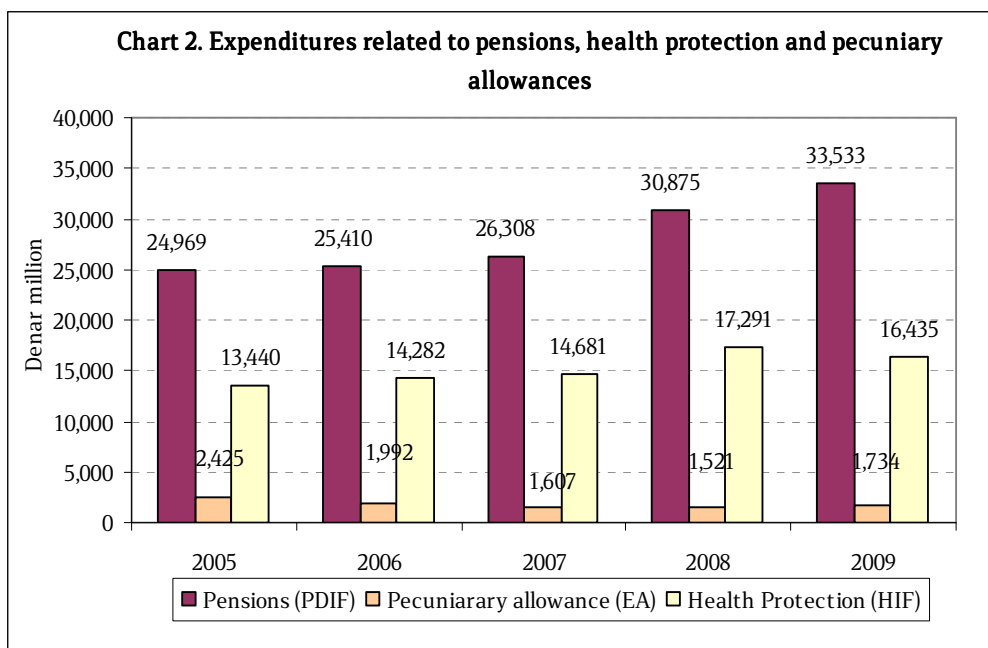
Denar million	PDIF	HIF	EA	TOTAL CONTRIBUTIONS
2005	18,300	8,982	1,313	28,595
2006	19,948	9,447	1,371	30,766
2007	21,936	9,998	1,523	33,457
2008	25,586	10,873	1,790	38,249
Q-1	5,954	2,451	416	8,821
Q-2	6,024	2,619	425	9,068
Q-3	6,481	2,688	436	9,605
Q-4	7,127	3,115	513	10,755
2009	26,281	10,708	1,848	38,837
Q-1	6,185	2,566	439	9,190
Q-2	6,650	2,627	450	9,727
Q-3	6,412	2,608	457	9,477
Q-4	7,034	2,907	502	10,443
2010 K-1	6,162	2,520	400	9,082
2010 I	1,821	728	126	2,675
II	2,109	873	134	3,116
III	2,232	919	140	3,291

Source: MoF

**Table 10. Expenditures related to pensions, health protection and pecuniary allowances**

Denar million	Pensions (PDIF)	Health Protection (HIF)	Pecuniary allowance (EA)
2005	24,969	13,440	2,425
2006	25,410	14,282	1,992
2007	26,308	14,681	1,607
2008	30,875	17,291	1,521
Q-1	7,215	4,185	368
Q-2	7,580	4,282	402
Q-3	7,895	4,072	377
Q-4	8,185	4,752	374
2009	33,532	16,435	1,734
Q-1	8,231	4,285	387
Q-2	8,337	4,178	458
Q-3	8,426	3,952	433
Q-4	8,538	4,020	456
2010 Q-1	8,472	3,916	495
2010 I	2,803	1,321	174
II	2,825	1,281	160
III	2,844	1,314	161

Source: MoF



**ATTACHEMENT**

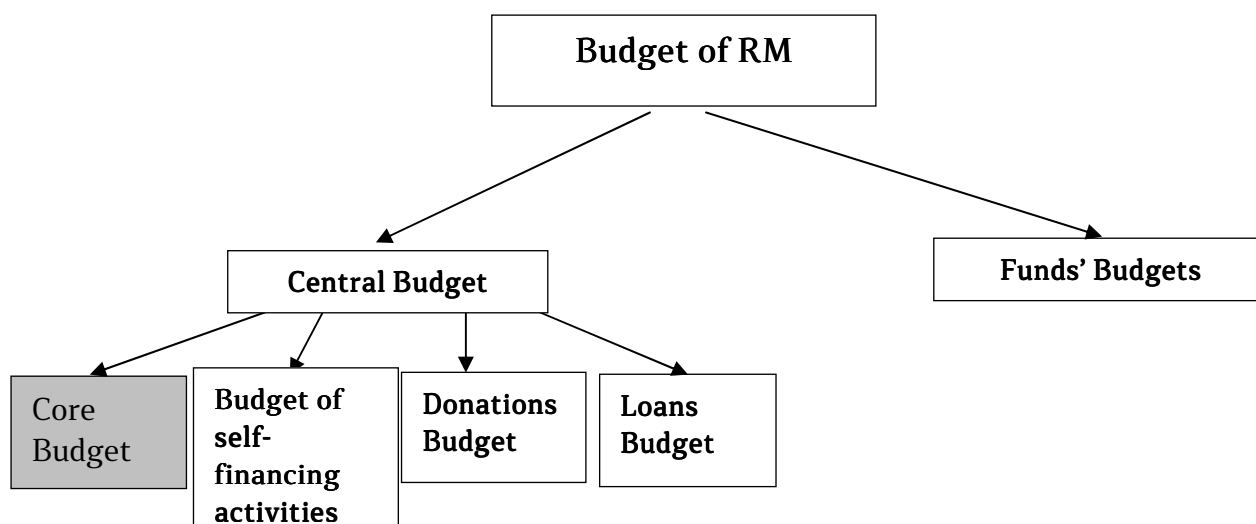
**METHODOLOGY OF FISCAL TABLE OF THE BUDGET  
OF THE REPUBLIC OF MACEDONIA**

Methodology used when preparing the fiscal tables (showing the projected, i.e. realized deficit or surplus), i.e. showing revenues and expenditures **above the line** and inflows (borrowing, privatisation and concession proceeds) and outflows (repayment of debt principal) **below the line** (whereby “line” means line showing deficit/surplus), is according to the IMF Government Finance Statistics Manual (GFS Manual 1986). However, when preparing the balance sheets of the Budget of the Republic of Macedonia, inflows are also shown as revenues, i.e. outflows as expenditures. Principle of balancing, i.e. equalizing revenue (including inflows) and expenditure side (including outflows) is applied on the balance sheets, during the budget planning process. When shown in the fiscal tables, revenues and expenditures are above the line, while inflows and outflows below the line. Difference between revenues and expenditures is equal to surplus or deficit. Surplus, i.e. deficit should be equal to the financing below the line, but with opposite sign. Thus, if there is a deficit (negative sign), there should be financing (positive sign). Financing is obtained as difference between inflows and outflows and net changes in deposits (being actually residual of the three previously mentioned categories: inflows, outflows and deficit/surplus).

As for fiscal tables, net changes in deposits are shown below the line under inflows (shown with “-“ if there is increase in deposits, or with “+“ if there is drawing down of deposits

**1. Basic scheme of fiscal table according to GFS Methodology**

<b>REVENUES</b>	
<b>EXPENDITURES</b>	
<b>SURPLUS/DEFICIT</b>	= REVENUES - EXPENDITURES line
<b>FINANCING</b>	= surplus/ deficit with opposite sign, i.e. inflows-outflows
<b>INFLOWS</b>	
<b>DEPOSITS</b>	+/-
<b>OUTFLOWS</b>	



## **PUBLIC DEBT**

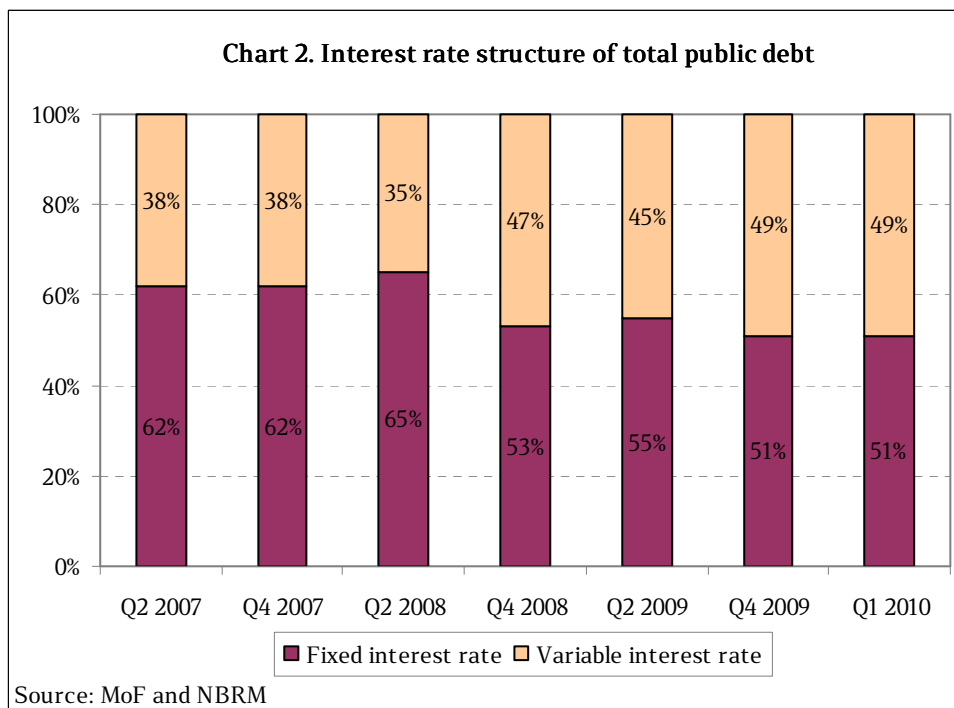
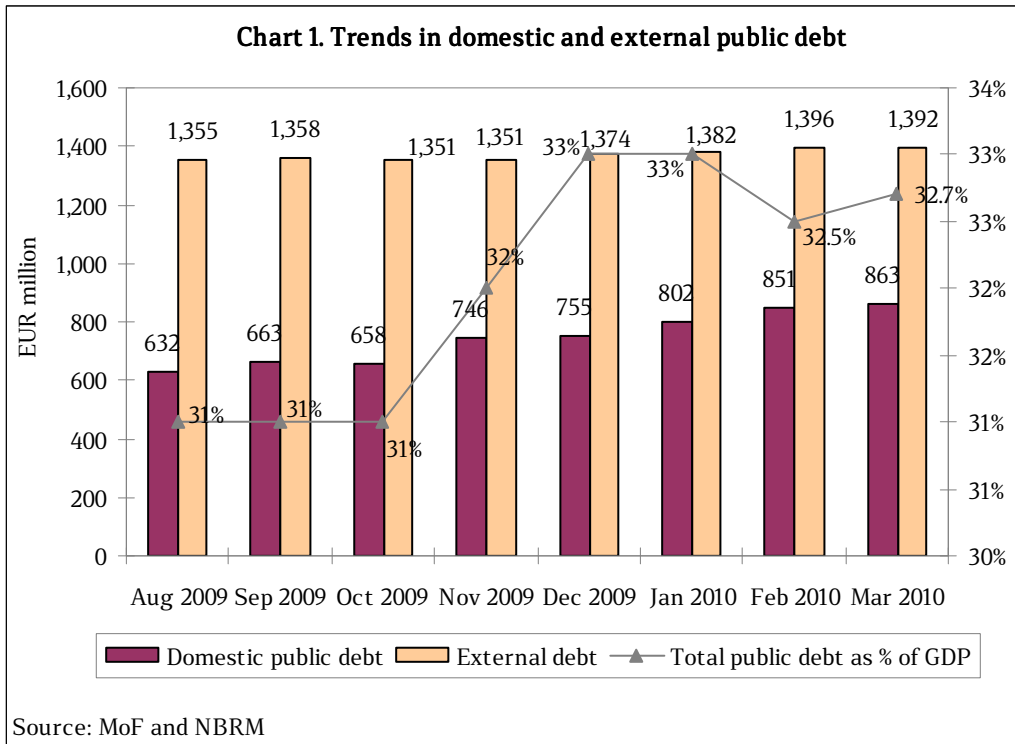


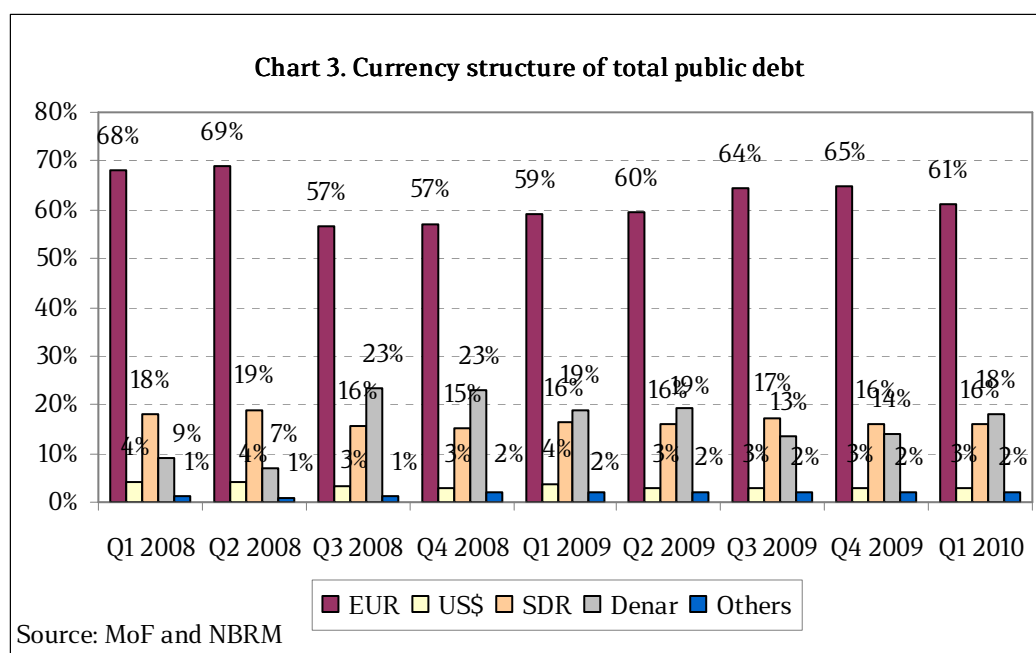
**STOCK OF PUBLIC DEBT**

**Table 1. Stock of public debt**

(EUR million)	Dec. 2007	Dec. 2008	Dec. 2009	Jan. 2010	Feb. 2010	Mar. 2010
<b>EXTERNAL PUBLIC DEBT</b>	<b>1,027.90</b>	<b>1,115.70</b>	<b>1,373.80</b>	<b>1,382.3</b>	<b>1,396.1</b>	<b>1,392.3</b>
General government debt	877.2	921.2	1,105.3	1,113.8	1,118.4	1,114.9
Central government debt (consolidated)	877.2	921.2	1,105.3	1,113.8	1,118.4	1,114.9
Central Government	841.8	886.7	1,074.4	1,082.9	1,087.5	1,085.8
Public Funds	35.4	34.6	30.9	30.9	30.9	29.1
Municipalities	0	0	0	0	0.0	0.0
Central Bank	0	0	71.7	72.8	73.9	73.9
Public enterprises	150.6	194.5	196.8	195.7	203.9	203.5
<b>DOMESTIC PUBLIC DEBT</b>	<b>555.6</b>	<b>754.5</b>	<b>755</b>	<b>801.9</b>	<b>851.1</b>	<b>863.0</b>
General government debt	552.8	465.9	492	509.2	509.0	486.3
Central government debt	552.8	465.5	491.7	508.9	508.7	486.0
Structural bonds	396.3	343.5	282.5	281.8	281.6	278.4
Bonds for selective credits	17	16.9	16.9	16.9	16.9	16.9
Bonds for privatisation of Stopanska banka	60.1	51.5	42.9	42.9	42.9	40.8
Bond for old foreign exchange saving	203.9	152.9	101.9	101.9	101.9	101.9
Denatolization bond	115.4	122.2	120.7	120.0	119.8	118.8
Continuous GS	156.5	122	209.2	227.1	227.1	207.6
Municipalities	0	0.4	0.3	0.3	0.3	0.3
Central Bank	344.3	285.2	260.4	290.0	339.5	374.4
Public enterprises	2.8	3.5	2.7	2.7	2.6	2.3
<b>TOTAL PUBLIC DEBT - GFS Metodology and Law on Public Debt</b>	<b>1,583.5</b>	<b>1,870.2</b>	<b>2,128.8</b>	<b>2,184.2</b>	<b>2,247.2</b>	<b>2,255.4</b>
<b>GDP</b>	<b>5,544.0</b>	<b>6,507.0</b>	<b>6,466.0</b>	6905.0	6905.0	6905.0
Average export	2,594.50	2,684.00	2,107.00	2071.0	2071.0	2071.0
External debt as % of total public debt	64.9	59.7	64.5	63.3	62.1	61.7
Domestic debt as % of total public debt	35.1	40.3	35.5	36.7	37.9	38.3
Total public as % of GDP	28.6	28.7	32.9	#VALUE!	32.5	32.7
Total public debt as % of average export	61	69.7	101	108.3	108.5	108.9
<b>General government debt</b>	<b>1,430.0</b>	<b>1,387.1</b>	<b>1,597.2</b>	<b>1,623.0</b>	<b>1,627.4</b>	<b>1,601.2</b>
External debt of the general government as % of general government debt	61.3	66.4	69.2	68.6	68.7	69.6
Domestic debt of the general government as % of total general government debt	38.7	33.6	30.8	31.4	31.3	30.4
General government debt as % of GDP	25.8	21.3	24.7	23.5	23.6	23.2

Source: MoF and NBRM





## DISBURCEMENT ON THE BASIS OF EXTERNAL AND DOMESTIC BORROWING

**Table 2. Net issue of continuous government securities and structural bonds**

	EUR million	Q-1 2009	Q-2 2009	Q-3 2009	Q-4 2009	Jan. 2010	Feb. 2010	Mar. 2010
<b>I</b>	<b>Net issue of government securities</b>	<b>85.1</b>	<b>-51.2</b>	<b>-16.4</b>	<b>67.6</b>	<b>18,68</b>	<b>-0.04</b>	<b>-19.85</b>
1	1-month GS	66.8	-67	0	0	0	0	0
2	3-months GS	24.7	-2.2	-51.3	11.7	0	0	-51.27
3	6-months GS	-1.3	-4.1	29.6	69.5	18,76	-0.04	31.42
4	12-months GS	-1.1	21.9	5.3	-1.8	-0,08	0	0
5	2-year government bond	-3.9	0.2	0	-7.1	0	0	0
6	3-year	0	0	0	-4.8	0	0	0

Source: MoF

**Table 3. Disbursement on the basis of external debt**

EUR million	Jan-Mar 2010 realization	Projected disbursements Jan-Mar 2010	Realization of disbursement 2009
<b>Total public debt</b>	<b>20.5</b>	<b>19.8</b>	<b>104%</b>
<b>General government debt</b>	<b>9.5</b>	<b>9.1</b>	<b>103%</b>
Central government debt	9.5	9.1	103%
Official creditors	8.5	9.1	92%
Multilateral creditors	4.9	4.9	100%
IBRD	4.9	4.9	100%
IFAD	0.0	0,0	-
CEDB	0.0	0,0	-
EBRD	0.0	0,0	-
EIB	0.0	0,0	-
Bilateral creditors	3.5	4.2	83%
Private creditors	1.0	0.0	-
<b>Public enterprises</b>	<b>11.1</b>	<b>10.7</b>	<b>104%</b>
Official creditors	11.1	10.7	104%
Multilateral creditors	10.0	9.6	104%
IBRD	0.3	0.3	100%
EBRD	2.4	2.0	120%
EIB	7.3	7.3	100%
IMF	0.0	0,0	-
Bilateral creditors	1.1	1.1	100%
Private creditors	0.0	0,0	-

Source: MoF and NBRM

**Table 4. Results of Auctions of GS**

Results of Auctions of GS	
	March 2010
	DZ2010/03-189 dk
ISIN code	MKMINFDSA035
Type of tender	Tender with amounts (with a limited-price)
Date/year of maturity	189
Auction date	02.03.2010
Date of maturity	08.09.2010
Exchange rate Den/EUR	61.5238
Interest rate	4.99%
Price	97.4471
Offer	2,000,000,000
Demand	1,983,590,000
Realization	1,983,590,000

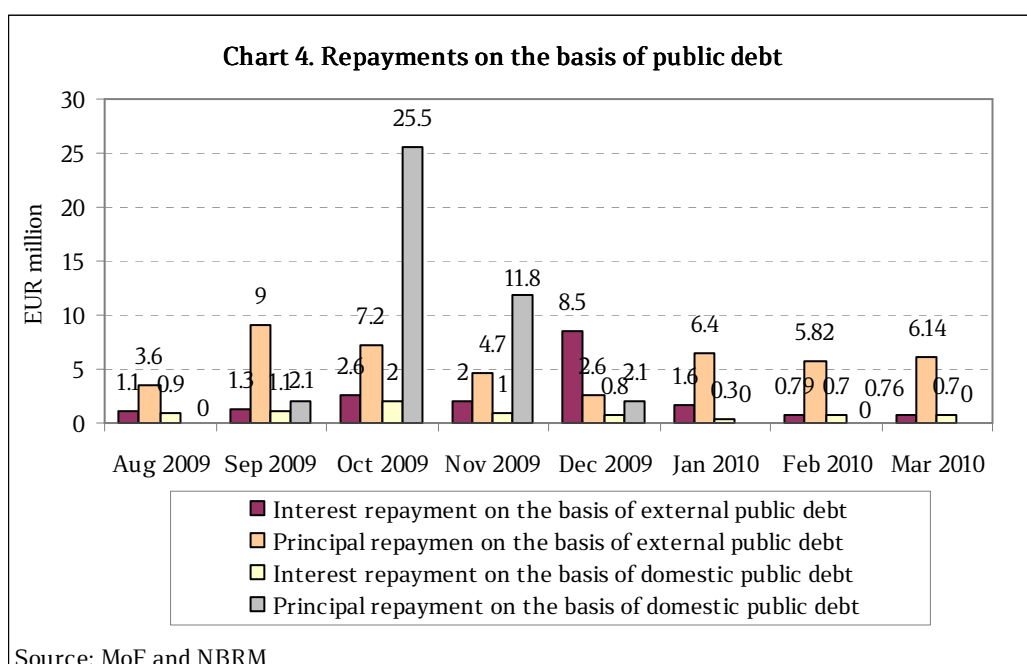
Source: MoF

**Table 5. Interest rate of GS with a currency clause**

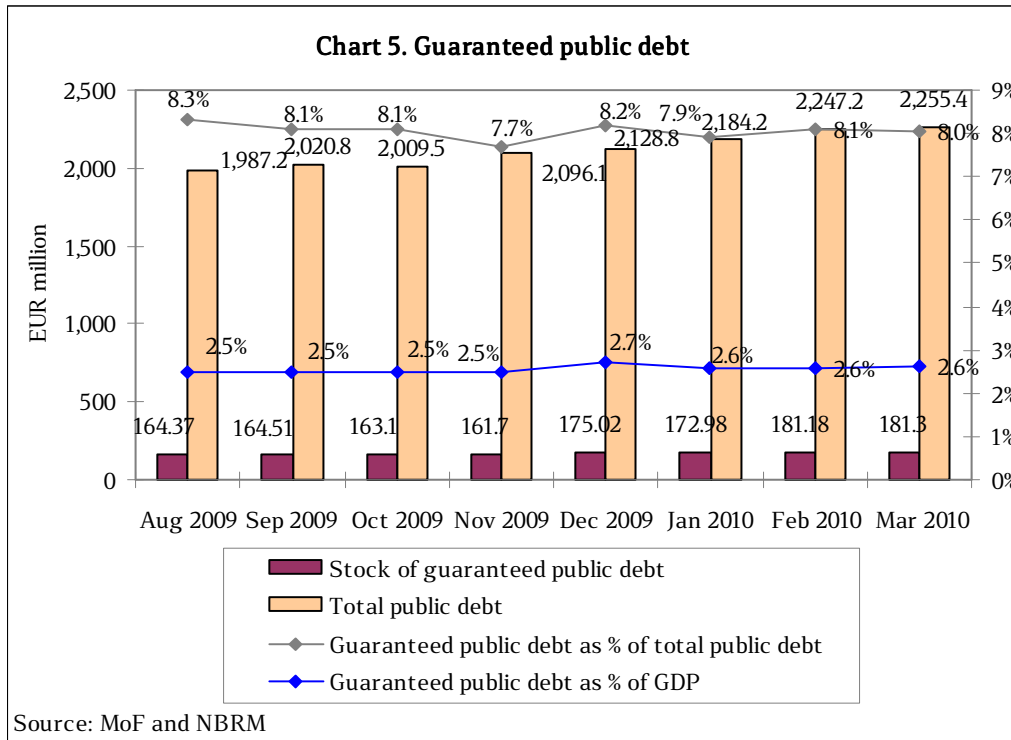
Interest rate of GS with a currency clause			
	3-месечни	6-месечни	12-месечни
June 2009	5,25		7,00
July 2009		5,25	5,70
August 2009		5,50	
September 2009	5,40		
October 2009		5,50	
November 2009		5,50	
December 2009	5,30		
January 2009		5,20	
February 2009		5,00	
March 2009		4,99	

Source: MoF

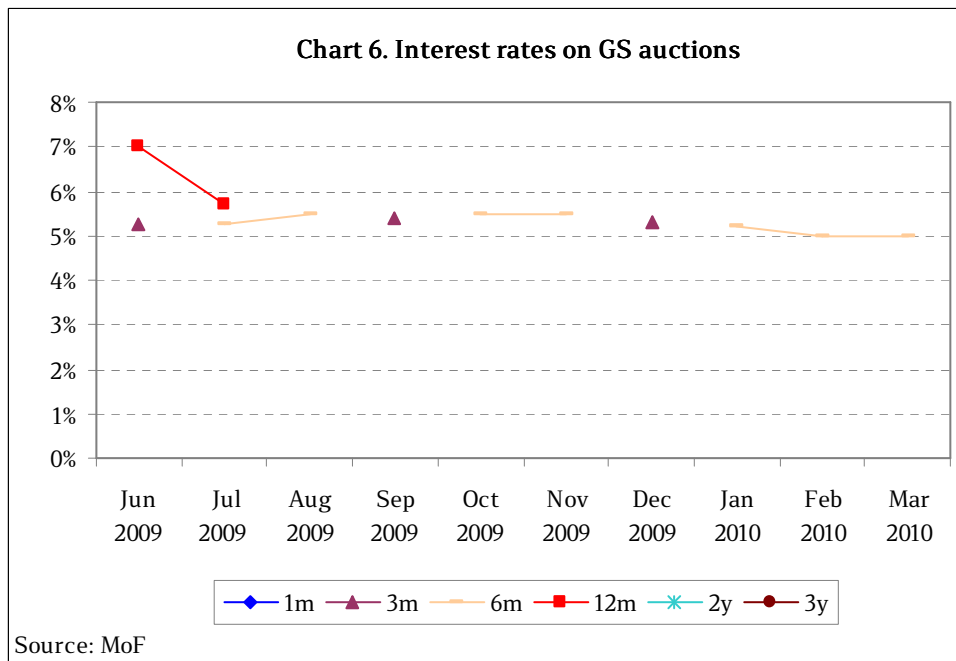
### SERVICING OF TOTAL PUBLIC DEBT

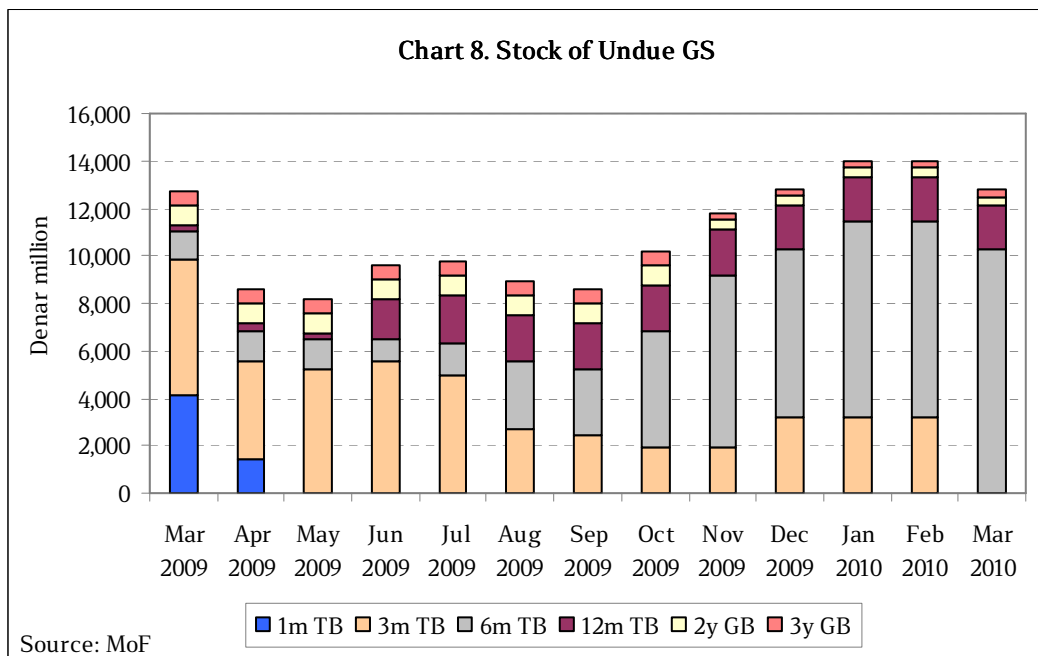
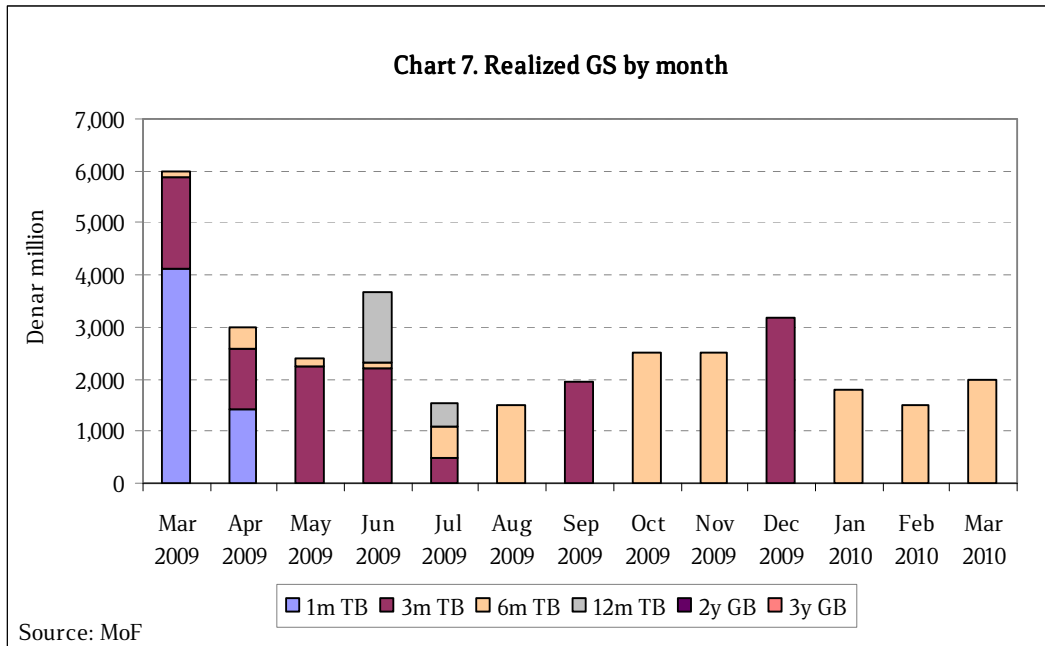


### GUARANTEED PUBLIC DEBT



### GOVERNMENT SECURITIES





### **Methodology**

Public debt of the Republic of Macedonia comprises sovereign debt and the debt of public enterprises fully or predominantly owned by the state, debt of municipalities, municipalities in the City of Skopje and the City of Skopje, and the debt of the National Bank of the Republic of Macedonia. Thus, Government of the Republic of Macedonia, municipalities and municipalities in the City of Skopje and the City of Skopje, public enterprises and companies fully or predominantly owned by the state, municipalities, municipalities in the City of Skopje and the City of Skopje, and the National Bank of the Republic of Macedonia can be issuers of public debt.

This definition on public debt is included in the Public Debt Law (Official Gazette of the Republic of Macedonia, nos. 62/2005, 88/2008) and it represents what is known as national methodology for calculating the public debt. According to the modifications and amendments to the Law on Public Debt, methodology for presenting the public debt is harmonized pursuant to the Law on Public Debt and the GFS Methodology, whereby total public debt also includes the debt of the National Bank of the Republic of Macedonia. GFS Methodology is included in the IMF Government Financial Statistics Manual, issued by IMF, and it is often applied methodology to calculate public sector debt.