

| BULGARIA   |                |                |                |                |                |                |                 |                 |                 |                 |                 |                 |                 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Central Government                                 |                |                |                |                |                |                |                 |                 |                 |                 |                 |                 |                 |
| millions of leva                                   | 1998           | 1999           | 2000           | 2001           | 2002           | 2003           | 2004            | 2005            | 2006            | 2007            | 2008            | 2009            | 2010            |
| <b>Total revenue and grants</b>                    | <b>5 798,6</b> | <b>6 156,4</b> | <b>6 841,7</b> | <b>7 309,9</b> | <b>7 791,1</b> | <b>8 923,5</b> | <b>10 855,5</b> | <b>12 564,3</b> | <b>14 420,1</b> | <b>17 441,4</b> | <b>20 060,2</b> | <b>18 196,1</b> | <b>17 381,5</b> |
| <b>Tax revenue</b>                                 | <b>4 172,0</b> | <b>4 264,5</b> | <b>4 899,3</b> | <b>5 185,3</b> | <b>5 438,2</b> | <b>6 527,2</b> | <b>8 473,6</b>  | <b>9 828,8</b>  | <b>11 652,3</b> | <b>13 920,8</b> | <b>16 125,9</b> | <b>14 359,1</b> | <b>13 501,2</b> |
| Profit taxes                                       | 590,3          | 496,3          | 490,5          | 757,0          | 580,8          | 1 085,2        | 972,8           | 1 028,4         | 1 334,1         | 1 832,6         | 2 228,5         | 1 762,3         | 1 353,3         |
| Income taxes                                       | 514,4          | 548,5          | 573,8          | 540,7          | 532,0          | 416,2          | 1 247,5         | 1 248,6         | 1 324,6         | 1 808,7         | 1 950,6         | 2 029,8         | 2 012,7         |
| VAT  | 1 832,5        | 1 926,9        | 2 359,0        | 2 454,4        | 2 688,0        | 3 100,8        | 3 891,3         | 4 798,0         | 5 823,8         | 6 598,5         | 7 485,3         | 6 432,5         | 6 267,1         |
| Excises and fuel duties                            | 674,1          | 909,9          | 1 131,3        | 1 106,7        | 1 313,8        | 1 543,9        | 1 884,8         | 2 187,8         | 2 498,0         | 3 315,4         | 4 051,6         | 3 844,5         | 3 567,9         |
| Custom duties                                      | 443,0          | 258,6          | 220,7          | 195,4          | 188,4          | 231,3          | 292,5           | 371,7           | 454,9           | 193,0           | 221,0           | 121,6           | 119,2           |
| Social and health insurance contributions          | 5,1            | 4,0            | 0,4            | 0,0            | 0,0            |                |                 |                 |                 |                 |                 |                 |                 |
| Other taxes  | 112,7          | 120,4          | 123,6          | 131,0          | 135,2          | 149,8          | 184,7           | 194,3           | 216,9           | 172,5           | 187,9           | 167,3           | 180,1           |
| Sugar levy   |                |                |                |                |                |                |                 |                 |                 |                 | 1,0             | 1,0             | 1,0             |
| <b>Nontax revenues</b>                             | <b>1 486,1</b> | <b>1 689,3</b> | <b>1 739,0</b> | <b>1 769,0</b> | <b>2 061,7</b> | <b>2 092,9</b> | <b>1 934,8</b>  | <b>2 208,9</b>  | <b>2 153,8</b>  | <b>2 342,7</b>  | <b>2 809,1</b>  | <b>2 526,0</b>  | <b>2 294,0</b>  |
| <b>Grants</b>                                      | <b>140,5</b>   | <b>202,6</b>   | <b>203,4</b>   | <b>355,7</b>   | <b>291,3</b>   | <b>303,4</b>   | <b>447,0</b>    | <b>526,7</b>    | <b>614,0</b>    | <b>1 177,9</b>  | <b>1 125,2</b>  | <b>1 310,9</b>  | <b>1 586,3</b>  |
| <b>Total expenditure</b>                           | <b>4 741,6</b> | <b>5 106,0</b> | <b>5 819,0</b> | <b>6 125,9</b> | <b>6 164,2</b> | <b>7 186,2</b> | <b>7 736,6</b>  | <b>8 360,3</b>  | <b>8 611,7</b>  | <b>10 895,7</b> | <b>12 112,8</b> | <b>11 262,7</b> | <b>11 895,5</b> |
| <b>Current expenditure</b>                         | <b>4 035,5</b> | <b>4 218,6</b> | <b>4 843,0</b> | <b>5 109,5</b> | <b>5 202,3</b> | <b>6 126,2</b> | <b>6 472,8</b>  | <b>6 792,7</b>  | <b>6 880,1</b>  | <b>7 651,9</b>  | <b>8 628,0</b>  | <b>8 308,3</b>  | <b>8 673,5</b>  |
| Compensation of employees                          | 1 191,3        | 1 349,9        | 1 638,6        | 1 662,8        | 1 888,3        | 2 127,9        | 2 303,6         | 2 395,4         | 2 531,4         | 2 903,2         | 3 333,6         | 3 460,1         | 3 396,7         |
| Maintenance and operating                          | 1 405,4        | 1 505,8        | 1 628,3        | 1 657,7        | 1 754,1        | 1 949,4        | 2 085,9         | 2 267,6         | 2 412,7         | 2 814,4         | 3 020,5         | 2 470,5         | 2 660,5         |
| Subsidies  | 395,3          | 366,9          | 334,8          | 549,3          | 588,7          | 739,2          | 778,9           | 771,3           | 597,0           | 625,6           | 925,9           | 1 067,2         | 1 284,1         |
| Subsidies to non-financial enterprises             | 377,7          | 366,9          | 272,3          | 268,2          | 277,2          | 403,2          | 405,1           | 418,8           | 466,6           | 523,7           | 763,9           | 943,6           | 1 139,6         |
| Subsidies to financial enterprises                 | 17,5           |                |                |                |                |                |                 |                 |                 |                 |                 |                 |                 |
| Subsidies for health care and medical assistance   |                |                | 62,5           | 281,1          | 311,5          | 335,9          | 373,8           | 352,5           | 130,3           | 101,9           | 161,9           | 123,6           | 144,5           |
| Interests  | 954,0          | 897,0          | 1 072,2        | 1 094,0        | 700,8          | 720,4          | 692,5           | 679,0           | 630,8           | 617,5           | 567,4           | 501,9           | 459,7           |
| External   | 692,0          | 689,7          | 817,0          | 851,0          | 532,8          | 559,3          | 514,7           | 491,5           | 445,8           | 460,7           | 414,3           | 357,7           | 325,3           |
| Domestic   | 262,0          | 207,4          | 255,1          | 243,0          | 168,0          | 161,1          | 177,8           | 187,5           | 185,0           | 156,8           | 153,1           | 144,2           | 134,3           |
| Social expenditures, scholarships                  | 89,6           | 99,0           | 169,1          | 145,7          | 270,5          | 589,3          | 612,0           | 679,3           | 708,2           | 691,3           | 780,7           | 808,5           | 872,6           |
| <b>Capital expenditures end state reserve gain</b> | <b>706,1</b>   | <b>887,4</b>   | <b>976,0</b>   | <b>1 016,3</b> | <b>961,9</b>   | <b>1 060,0</b> | <b>1 263,7</b>  | <b>1 567,6</b>  | <b>1 731,6</b>  | <b>2 648,6</b>  | <b>2 764,7</b>  | <b>2 208,2</b>  | <b>2 552,3</b>  |
| <b>BG contribution to the EU budget</b>            |                |                |                |                |                |                |                 |                 |                 | <b>595,2</b>    | <b>720,1</b>    | <b>746,2</b>    | <b>669,7</b>    |
| Transfers from Central Government (net)            | -754,1         | -1 078,7       | -1 448,2       | -1 597,2       | -1 892,3       | -1 677,1       | -2 512,1        | -2 698,6        | -3 906,0        | -4 609,4        | -5 897,4        | -7 638,3        | -7 567,6        |
| <b>Budget Balance (Deficit(-) / Surplus(+))</b>    | <b>302,9</b>   | <b>-28,3</b>   | <b>-425,5</b>  | <b>-413,2</b>  | <b>-265,4</b>  | <b>60,2</b>    | <b>606,8</b>    | <b>1 505,4</b>  | <b>1 902,4</b>  | <b>1 936,3</b>  | <b>2 049,9</b>  | <b>-704,9</b>   | <b>-2 081,6</b> |
| <b>Financing</b>                                   | <b>-302,9</b>  | <b>28,3</b>    | <b>425,5</b>   | <b>413,2</b>   | <b>265,4</b>   | <b>-60,2</b>   | <b>-606,8</b>   | <b>-1 505,4</b> | <b>-1 902,4</b> | <b>-1 936,3</b> | <b>-2 049,9</b> | <b>704,9</b>    | <b>2 081,6</b>  |
| External (net)                                     | -145,7         | 172,5          | -413,6         | -38,3          | 507,4          | -14,5          | -639,4          | -2 427,4        | -951,2          | -354,2          | -740,4          | 484,3           | 53,8            |
| Domestic(net)                                      | -432,1         | -406,5         | 593,4          | -273,3         | -410,5         | -241,3         | -663,6          | -348,7          | -1 652,6        | -2 050,3        | -1 845,1        | 172,4           | 1 978,1         |
| Net acquisition and net lending 1/                 | 274,9          | 262,3          | 245,8          | 45,1           | 168,5          | -15,9          | 109,2           | 1 143,6         | 689,8           | 468,2           | 535,6           | 48,1            | 49,7            |
| o. w.: revenue from privatization                  | 337,5          | 523,0          | 345,5          | 143,8          | 232,8          | 135,9          | 5 436,1         | 1 260,9         | 619,2           | 387,6           | 491,6           | 39,5            | 21,4            |
| GSM licence  |                |                |                | 236,3          |                |                |                 |                 |                 |                 |                 |                 |                 |
| Receipts from BCC related to bank privatization    |                |                |                | 443,5          |                | 211,5          | 587,0           | 127,1           | 11,6            |                 |                 |                 |                 |

1/ Net lending to nonfinancial enterprises, net acquisition of shares and other equity and privatization receipts according to GFS 2001 and ESA 95 as international standards