



REPUBLIC OF MACEDONIA
MINISTRY OF FINANCE
Macroeconomic Policy Department

BULLETIN

May 2011



Skopje, July 2011

SUMMARY

OF THE MOST IMPORTANT SHORT-TERM ECONOMIC DEVELOPMENTS

May 2011

- High industrial production growth of 6.9% in May 2011, compared to May 2010, being continuation of the growth trend at the beginning of this year;
- Inflation dropped by 0.2% on monthly basis, and it was 5.2% on annual basis.
- Annual increase in the physical output of export in the first five months in 2011 of 6.5%, with high nominal valuable growth of 41.2%; increase in imported quantities of goods of 11%, with valuable nominal growth of 36.2%;
- Increase of both total budget revenues by 10.9% and total budget expenditures by 11.2% in the first five months in 2011, compared to the same period last year; state budget deficit in the amount of Denar 6,451 million (1.4% of GDP) and central budget deficit in the amount of Denar 5,404 million (1.2% of GDP);
- Increase of total credits to private sector by 8.4% on annual basis, with simultaneous increase of total deposit potential of banks by 8.8%.
- Reduction of the number of unemployed by 3,803 persons in May 2011, i.e. by 1.2% compared to the previous month.

1. Real Sector

Industrial production

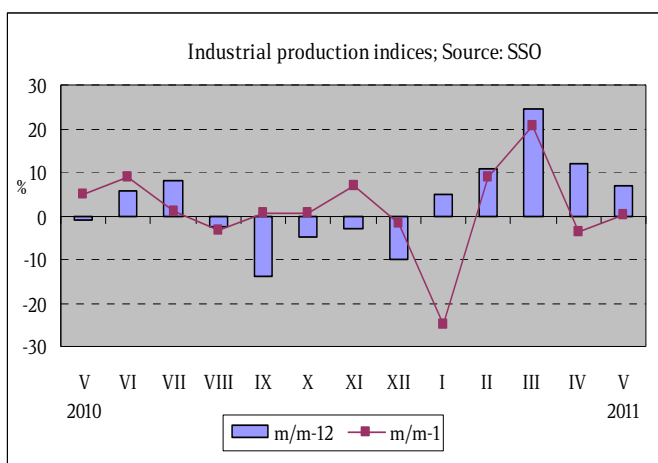
Industrial production in May 2011 surged by 6.9% compared to May 2010, being continuation of its growth trend at the beginning of this year.

Analyzed by sectors on annual basis, highest growth was recorded in the mining and quarrying sector – 27.3%, followed by the processing industry sector, experiencing growth of 11.9%, constituting around 84% of the industrial production. Electricity, gas, steam and air-conditioning supply sector experienced 24.4% decline.

	m/m-12	m/m-1	I-V 2011
			I-V 2010
Total	6.9	0.2	11.8
Ore and stone extraction	27.3	5.1	14.2
Processing industry	11.9	1.5	16.1
Electricity, gas and water supply	-24.4	-11.3	-7.9

Source: SSO

As for processing industry, positive annual growth was seen at 13 out of the 23 branches, accounting for 54% of the industrial production, whereby significant growth was evidenced in two driving branches with two-digit share in the industrial production. Thus, production of clothing experienced high growth of 28% and metal production grew by 25.6%, evidencing the continuous trend of high



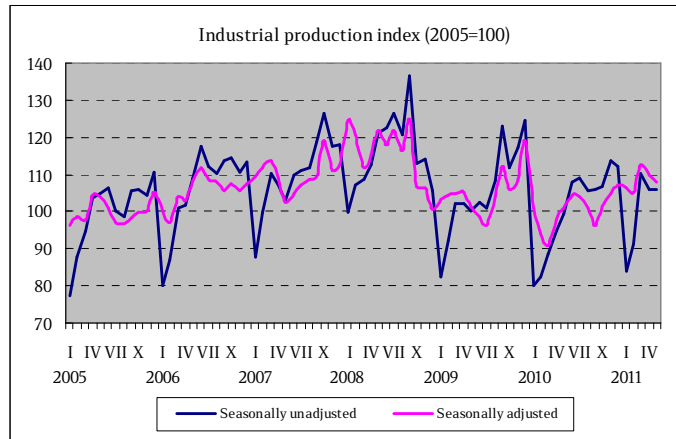
growth rates at these branches, whereby production of food products experienced decline of 3.2%. High industrial production growth was also registered at production of electrical equipment – 204.3%, production of furniture – 150.6%, production of tobacco products – 51.7% and production of machines and devices – 49.5%. Production of electrical equipment (8.5 p.p.) contributed the most to the annual growth of industrial production in May, as well as in the past months, while production of coke and refined oil products had the highest negative contribution (-3.1 p.p.).

Industrial production grew by 0.2% in May compared to April 2011. Sectoral analysis shows that growth was highest at the mining and quarrying sector – 5.1%, followed by the processing industry sector – 1.5%. Electricity, gas, steam and air-conditioning supply sector experienced 11.3% decline.

As for the processing industry, monthly growth was registered at 13 out of 23 branches, as follows: production of clothing – 3.4% and production of metals – 0.9%, while production of food products experienced a decline of 1.7%. De-seasoned

monthly growth of industrial production in May 2011 was -1.8%, pointing out to positive seasonal effects in the industry.

On cumulative basis, industrial production grew by 11.8% in the period January-May 2011 compared to the same period in 2010. Processing industry sector experienced high growth of 16.1%, mining and quarrying sector increased by 14.2%, while electricity, gas, steam and air-conditioning supply sector decreased by 7.9%.



Data on the industrial production by target groups in

May 2011, compared to May 2010, show that there was increase in the production at the following groups: intermediary goods, except energy – 12.2%, capital goods - 87%, consumer durables – 103.9% and consumer non-durables – 10.2%. Energy sector experienced annual decline of 30.1%.

On monthly basis, data on the industrial production by target groups in May 2011 show that there was increase in the production at the following groups: intermediary goods, except energy – 3.8%, capital good - 27% and consumer non-durables – 8.9%. Production decline was registered at the following: energy – 23.4% and consumer durables – 24.8%.

On cumulative basis, in the period January–May 2011, compared to the same period last year, analyzed by target groups, following growth rates were registered: energy – 0.1%, intermediary goods, except energy – 14.3%, capital goods – 65.1%, consumer durables – 81.4% and consumer non-durables – 6%.

Business Trends in the Processing Industry

According to the assessments of managers, current economic trends of business entities in May 2011 showed sound improvement in relation to the previous month and a continuous upward trend in the last seven months.

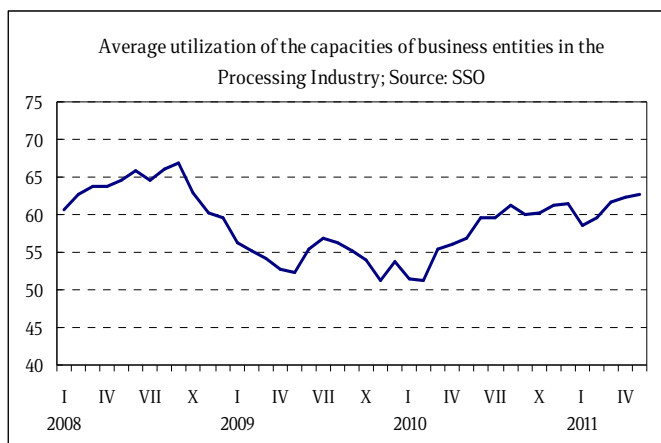
Assessment of current state of delivery-to-production remained at the same level compared to the previous month, being much more favourable compared to May 2010, whereby such improvement was due to both domestic and foreign orders.

In May 2011, assessment of the volume of production in the past three months showed downward trend compared to April 2011, however, much more favourable in relation to May 2010. Expectations for the production volume in coming three months are more favourable compared to the previous month and May 2010, pointing out to further positive performance in the processing industry. As regards the number of employees, expectations in May 2011 for the next three months shown slight downward trends compared to the previous month, while in relation to May 2010, the expectations are more favourable.

Average utilization of the capacities of business entities in May 2011 was 62.7%, being an increase compared to last month, when it accounted for 62.2%. Compared to May 2010 (56.9%), utilization of capacities increased by 5.3 p.p., showing significant improvement.

In May 2011, stocks of raw materials and intermediate goods, as well as on-going procurement of raw materials and intermediate goods, were below and around the average. Stock of finished goods in May 2011 surged compared to the previous

0month. According to the assessment of managers, average purchase prices of inputs, as well as selling prices of finished goods will increase in the period to come. Following factors limited the most the production volume in May 2011: insufficient foreign demand – 19.5%, insufficient domestic demand – 18.4%, financial problems –



13.2% and lack of qualified labour force – 10.0%, uncertain economic environment – 9.7%, competitive import – 6.0% and shortage of raw materials – 5.8%.

In May 2011, less business entities (decline by 1.9 p.p. compared to April) pointed out the insufficient foreign demand as limiting factor in relation to April 2010, while more business entities (increase by 2.8 p.p. in relation to April) pointed out the uncertain economic environment as limiting factor for production increase. In addition, share of entities being involved in the survey in May, which said that there were no limiting factors to production increase (increase by 0.8 p.p.), increased, showing a positive development.

Number of Workers in the Industry

Number of workers in the industry in May 2011, compared to May 2010, increased by 3.3%. Sector analysis points out to increase of the number of workers on annual basis in all sectors. Number of workers increased in mining and quarrying sector by 2.8% as a result of the high growth of 7.0% in the extraction of coal and lignite sector, increase of 6.4% in the number of workers was registered in other mining and quarrying sector, while mining of metal ore experienced 1.8% decline as regards number of workers. Processing industry sector experienced 3.2 growth%. As for the processing industry, high increase in the number of workers on annual basis was registered at the following branches: production of tobacco products – 26.8%, production of machines and devices – 24.1%, production of metals – 15.4%, production of leather – 5.8% and production of fabricated metal products – 5.7%. Electricity, gas, steam and air-conditioning supply sector experienced 4.1% increase in the number of workers.

On cumulative basis, in the period January–May 2011, compared to the same period in 2010, number of workers in the industry increased by 1.9%. Thereby, number of

workers in the mining and quarrying sector increased by 3.5%, in the processing industry sector by 1.6% and in the electricity, gas, steam and air-conditioning supply sector by 3.6%.

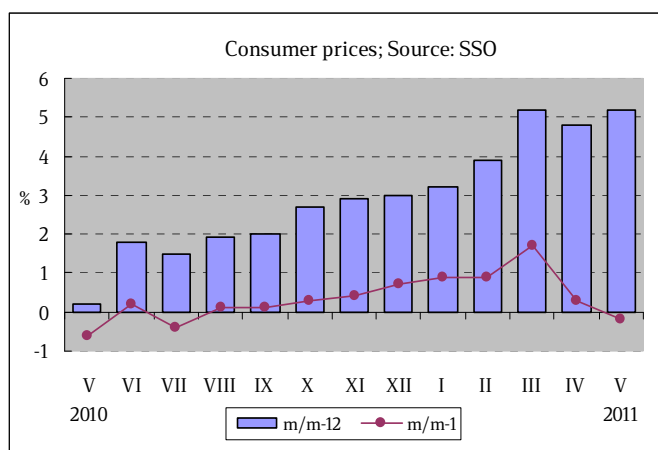
Data on the number of workers in the industry by target groups in May 2011, compared to May 2010, show that the highest increase in the number of workers was seen at the following groups: capital goods (5.7%), consumer non-durables (3.9%), energy (3.1%) and intermediary goods, except energy (2.4%), while 3.2% drop was registered only at consumer durables.

On cumulative basis, in the period January–May 2011, compared to the same period in 2010, data on the number of workers in the industry by target groups show an increase at the following groups: capital goods (5.0%), intermediary goods, except energy (4.2%), energy (2.6%) and consumer non-durables (0.3%), while 1.3% drop was registered only at consumer durables.

Inflation

In May 2011, inflation (CPI) amounted to 5.2% compared to the same month in the previous year, while compared to the previous month, inflation declined by 0.2%. Inflation rate in the period January-May 2011 accounted for 4.5%.

Price increase on annual basis was the highest in the food category by 9.6%, mainly as a result of the higher prices of wheat, fresh vegetables and vegetable oil products. In 2011, food category participated with 38% in the Consumer Price Index structure. Price increase was also registered at the following categories: housing – 4.3%, hygiene and health – 3.4%, transportation means and services – 2.9%, administrative and financial services – 2.3%, restaurants and hotels and clothing and footwear – 1.6% each and tobacco and beverages – 1.1%. Drop was seen at prices in culture and entertainment category – 2.8%.



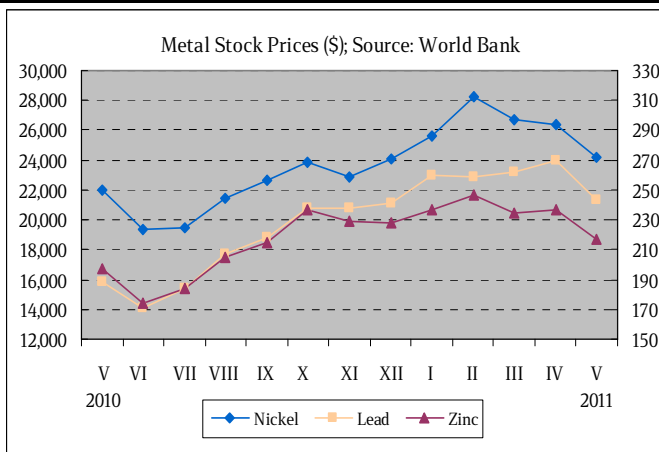
Retail prices in May 2011 were higher by 4.7% compared to May 2010.

In May 2011, oil price on world stock markets dropped by 7.0%, compared to the previous month, reaching the price of US\$ 114.5 per barrel. Compared to May 2010, oil price surged by 50.1%. Price of natural gas in May experienced slight decline compared to the previous month.

As regards metal products, nickel, as product with high share in Macedonian export, was traded at an average price of US\$ 24.237 for a metric ton (\$/mt) on the global stock markets in May, being a monthly drop of the price by 8.2%. Compared to May 2010, nickel price surged by 10.1%. In fact, as a result of the slowed down demand and tighter policy of China, general decline of prices of metals and

minerals of 4.6% on monthly level was registered. An exception was the price of gold, which continued to surge in May as well (2.2%), while steel products experienced slight price decline (0.4%).

Price of wheat in May surged by 5.7% compared to April, reflecting the persistent drought in some parts in Europe, causing fear of lower yields.



2. Foreign Trade

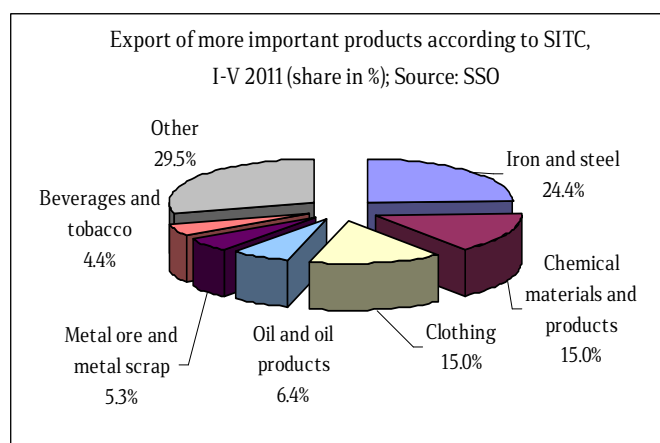
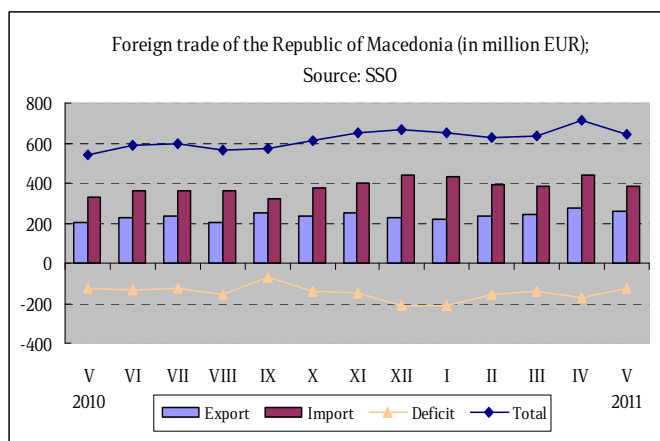
Total foreign trade in the first five months in 2011 experienced high growth of 38%, compared to the same period in the previous year, as a result of simultaneous increase of export and import of goods.

Export

Analyzed on annual basis, in the first five months in 2011, physical output of export surged by 6.5%, and its value reached EUR 1,232.7 million, being high increase by 41.2% compared to the same period last year.

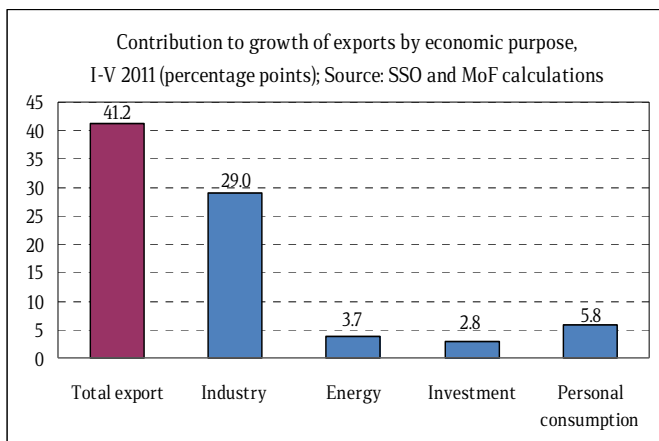
Analyzed on monthly basis, in May 2011, export declined by 5%, compared to the previous month. Seasonally adjusted trends of the export in May experienced monthly decline of 9.7%, showing the positive effects of the seasonal factor (4.6 p.p.) over the export in this month.

In line with the changed structure, the following products were most exported: catalysts with precious metals or precious metal compounds, ferronickel, petroleum oils and oil obtained from bituminous



minerals, followed by iron and steel products (hot rolled and cold rolled products), clothing, ferrosilicon mangan, ferrosilicium, etc.

Main groups of goods (according to SITC) having the biggest share in export in the first five months in 2011 were the following: iron and steel – 24.4%, chemical materials and products – 15%, clothing - 15%, oil and oil products – 6.4%, metal ore and metal scrap – 5.3% and beverages and tobacco – 4.4%. These six groups of products comprised 70.5% of the total export of the country.



Analyzed by economic purpose, in the first five months in 2011, significant increase of the export was registered at the industrial products (raw materials and intermediary goods from our industry) by 58.3% (EUR 253.2 million), compared to the same period last year. Export of personal consumption goods and energy products moderately increased by EUR 50 million and EUR 32 million respectively.

Export of oil and oil products*)				
	I-V 2010	I-V 2011	Balance 2011-2010	% rate
.000 T	119.8	126.3	6.5	5.4
EUR mil.	58.3	79.1	20.8	35.7
\$ mil.	78.4	111.2	32.8	41.8

*)Previous data

Import of oil and oil products*)				
	I-V 2010	I-V 2011	Balance 2011-2010	% rate
.000 T	426.7	487.8	61.1	14.3
EUR mil.	183.0	283.9	100.9	55.1
\$ mil.	247.5	397.8	150.3	60.7

*)Previous data

Import

Imported quantities of goods in the first five months in 2011 increased by 11% and their value amounted to EUR 2,036.8 million, i.e. being a high increase by 36.2% in relation to January-May last year.

In May 2011 alone, goods in the amount of EUR 385.6 were imported, being an increase by 16.2% compared to the same month last year. Analyzed on monthly basis, in May 2011, import dropped by 12.7% in relation to the previous month, mainly as a result of the decline in the import of oil and oil products and non-ferrous metals. Seasonally adjusted trends of the import in May experienced monthly decline of 6.8%, showing the negative effects of the seasonal factor (-5.9 p.p.) over the import in this month.

Export of chemical products*)				
	I-V 2010	I-V 2011	Салдо 2011-2010	Стапки во%
.000 T	73.7	78.8	5.1	6.9
Мил. ЕУР	78.2	237.6	159.4	203.8
Мил.\$	104.7	421.6	316.9	302.7

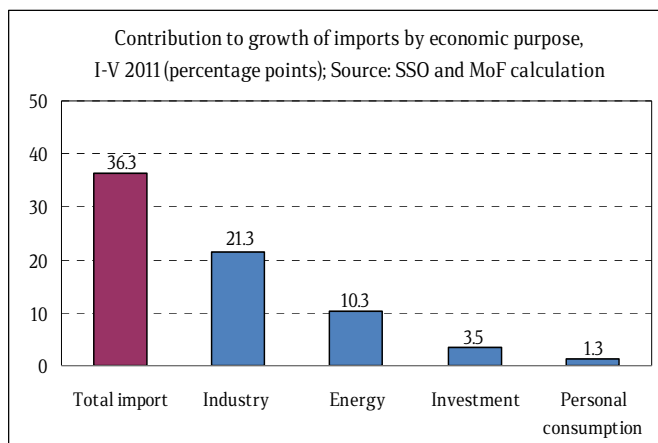
*)Previous data

Import of chemical products*)				
	I-V 2010	I-V 2011	Салдо 2011-2010	Стапки во%
.000 T	121.6	127.9	6.3	5.2
Мил. ЕУР	196.0	274.9	78.9	40.3
Мил.\$	264.0	380.5	116.5	44.1

*)Previous data

Crude oil, platinum and platinum alloys unwrought or in powder form, hot rolled flat products in reels, colloidal precious metals and their inorganic or organic compounds, electricity, motor vehicles for transportation of persons, etc. were the most imported products.

Following participated the most in the import of goods, (according to SITC), in the first five months in 2011: oil and oil products (EUR 283.9 million, 14%), non-ferrous metals (EUR 176 million, 8,6%), textile yarns and similar (EUR 137 million, 6.7%), iron and steel (EUR 128 million, 6.4%), road vehicles (EUR 101.2 million, 5%), electrical machines - devices and spare parts (EUR 76.9 million, 3.8%), electricity (EUR 66.5 million, 3.3%), etc.



In the first five months in 2011, observed by economic purpose, significant increase of import was seen at industrial raw materials (products intended for industrial production) by 53.4% or EUR 317.8 million, compared to the same period last year. Value of imported energy products amounted to EUR 341.6 million, increasing by EUR 152 million in relation to the first five months in 2010.

	I-V 2010	I-V 2011	Balance 2011-2010	% rate
.000 T	283.0	341.6	58.6	20.7
EUR mil.	203.2	300.7	97.5	48.0
\$ mil.	272.5	331.8	59.3	21.8

*)Previous data

	I-V 2010	I-V 2011	Balance 2011-2010	% rate
.000 T	273.6	248.8	-24.8	-9.1
EUR mil.	115.0	129.4	14.4	12.5
\$ mil.	154.0	180.5	26.5	17.2

*)Previous data

Trade Balance

Trade balance in the first five months in 2011 amounted to EUR 804.2 million, increasing by EUR 182 million compared to the same period last year. Disaggregated, increase of negative trade balance was a result of combined effect from the widened negative balance in the trade in non-ferrous metals, oil and oil products, products for colouring and tanning, electricity, as well as the realized negative balance of the trade in metal ore and metal scrap, compared to the positive balance last year. Increased positive balance in the trade in chemical materials and products, iron and steel, clothing, fruit and vegetable, as well as narrowing of negative balance in the trade in road vehicles, IT office supplies, etc., had opposite effect. Such trends in the first five months in 2011 contributed for the level of import coverage by export, amounting to 60.5%, to increase by 2 p.p. compared to the same period in the previous year.

Analyzed according to the economic groups of countries, in the first five months, export in the EU, EFTA, Western Balkans and the developing countries, continued to increase, except in the undeveloped countries, while import from all groups of countries increased.

In the first five months in 2011, in conditions of significant increase of trade with the European Union (EU 27), in relation to January-May last year, by 47%, share of trade with EU in the total foreign trade increased by 1.5 percentage point,

accounting for 57.5%, whereby export of goods participated with 62.6% and import of goods accounted for 54.4%.

As a result of the structural changes in trade with abroad, in the first five months in 2011, 56% of the trade deficit of the country was a result of the trade with Great Britain and Russia, followed by Greece, Turkey, China, Serbia, Switzerland, Bulgaria, etc. Trade surplus was realized with Germany, Kosovo, Albania, Croatia, Montenegro, etc.

Currency Structure

Observed by currency structure, 68.9% of the foreign trade in the first five months in 2011 was realized in euros, and compared to the same period in 2010, it dropped by 5 percentage points. On export and import side, the euro accounted for 78.2% and 63.4%, respectively, whereby share of the euro in export registered slight increase of 1.1 p.p., while share of the euro in import dropped by 8 p.p. compared to the first five months in 2010. Decline of euro share in the import was due to the increased import from the Great Britain, expressed in GBP, participating with 11% in the currency structure of the import.

Foreign trade of the Republic of Macedonia (by currency); calculations: MoF												
import	I-V 2010					I-V 2011					absolute change in currency value	relative change in currency value (in %)
currency	.000 T	import in currency	average Denar exch. Rate in relation to currencies	import in Denar	structure in %	.000 T	import in currency	average Denar exch. Rate in relation to currencies	import in Denar	structure in %		
EUR	1,173	1,066,084,462	61.5	65,528,800,409	71.7	1,170	1,297,043,516	61.5	79,806,698,426	63.4	230,959,054	21.7
USD	846	472,778,581	45.6	21,549,436,833	23.6	1,074	698,828,502	42.8	29,928,448,724	23.8	226,049,921	47.8
GBP	1	54,276,209	69.9	3,795,111,965	4.2	1	198,415,238	70.0	13,897,598,544	11.0	144,139,029	265.6
EUR+USD+GBP	2,020			90,873,349,207	95.2	2,245			123,632,745,694	98.2		
tot. import	2,027			91,437,315,810	100.0	2,248			125,954,353,782	100.0		37.7

Source: SSO and NBRM

3. Fiscal Sector

Budget Revenues

In the first five months in 2011, total budget revenues amounted to Denar 56,878 million, i.e. 12.5% of GDP, which was higher performance by 10.9% compared to 2010.

Tax revenues in this period were realized in the amount of Denar 31,321 million, being higher by 10.1% in relation to the same period in 2010.

Value added tax was realized in the amount of Denar 16,653 million, whereby share of VAT in total tax revenues in 2011 was dominant, amounting to 53.2%. Excises were realized in the amount of Denar 5,929 million (participating with 18.9% in the tax revenues). Hence, revenues realized on the basis of these two taxes amounted to Denar 22,582 million, i.e. almost 3/4 of the total tax revenues (5.0% of GDP). Thereby, VAT collection amounted to Denar 24,829 million on gross basis, Denar 8,177 million out of which was refunded to taxpayers.

Structure of sales in the country shows that sales of goods and services, taxed with the general tax rate of 18% surged by 13.6%, while sales taxed with preferential tax rate of 5% increased by 11.0%. Observed by certain categories of taxes, revenues on the basis of personal income tax were realized in the amount of Denar 3,812 million, increasing by 8.2% on annual basis. Compared to 2010, revenues on the basis of profit tax experienced record growth of 74.0%, being mainly a result of the increase of additional payments on the basis of annual tax balances, as well as increase of tax collected on the basis of paid dividend and other distribution of profit (it is worth mentioning that profit tax revenues were higher by 49.5% compared to the projections. VAT revenues experienced growth of 10.6%, while excises experienced higher performance by 10.2%.

Total revenues and expenditures (Denar million)		
	I-V 2010	I-V 2011
Total revenues	51,286	56,878
Taxes	28,456	31,321
Personal income tax	3,523	3,812
Profit tax	1,236	2,150
VAT	15,063	16,653
Excises	5,382	5,929
Customs duties	1,989	1,458
Other taxes	1,263	1,319
Non-tax revenues	5,719	5,683
Contributions	15,369	15,757
Other	1,742	4,117
Total expenditures	56,960	63,328
Current expenditures	51,915	55,900
Transfers	35,915	39,167
Goods and services	5,868	6,342
Salaries	9,509	9,600
Interest	622	791
Capital expenditures	5,045	7,428

Non-tax revenues declined by 0.6% in relation to the same period in 2010, i.e. they amounted to Denar 5,683 million (these revenues are revenues collected on the basis of administrative fees, road toll, etc.).

Capital revenues realized on the basis of sale of construction land and flats and dividends amounted to Denar 2,951 million, increasing by 5.8 times compared to the funds realized in the previous year. The main reason for such increase was the payment of Telecom dividend in April in the amount of Denar 2,303 million.

Collection of social contributions amounted to Denar 15,757 million, being higher by 2.5% compared to the same period in 2010, whereby collection of pension insurance contributions increased by 2.7%, the collection of health insurance contribution surged by 2.3%, while employment contributions rose by 0.9%.

Budget Expenditures

In the period January-May 2011, total budget expenditures amounted to Denar 63,328 million, i.e. 14% of GDP, which was higher by 11.2% compared to 2010.

With respect to the structure of total realized expenditures, current expenditures in the amount of Denar 55,900 million accounted for 88.3% (12.3% of GDP) and they increased by 7.7% in relation to the same five months in 2010, while capital expenditures, amounting to Denar 7,428 million, participated with 11.7% in the total expenditures, increasing by 47.2% compared to the same period last year.

Transfers amounting to Denar 39,167 million accounted for the most in the current expenditure items, followed by salaries and allowances - Denar 9,600 million. With respect to total budget expenditures, expenditures related to wages and salaries

and allowances accounted for 15.2% and, in relation to 2010, they experienced slight increase of 1.0%.

Expenditures related to goods and services amounted to Denar 6,342 million, increasing by 8.1% compared to the same period in 2010.

Transfers increased by 9.1% compared to 2010, participating with 61.9% in the total expenditures. Category Other Transfers, which includes transfers to local government units, accounted for 17.8% in the total expenditures. Transfers to the Pension and Disability Insurance Fund amounted to Denar 16,059 million, accounting for 25.4% in the total expenditures.

Interest was collected in the amount of Denar 791 million, being by 27.1% more compared to the same period in 2010. Such increase was mainly due to the payment of due interest on the basis of domestic borrowing, as well as for the second Eurobond. Costs related to interest on the basis of domestic borrowing increased by 20.1%, while the ones on the basis of foreign borrowing surged by 34.9%.

Budget Balance

In the period January-May 2011, state budget deficit reached the amount of Denar 6,451 million, being 1.4% of GDP, while central budget deficit amounted to Denar 5,404 million or 1.2% of GDP.

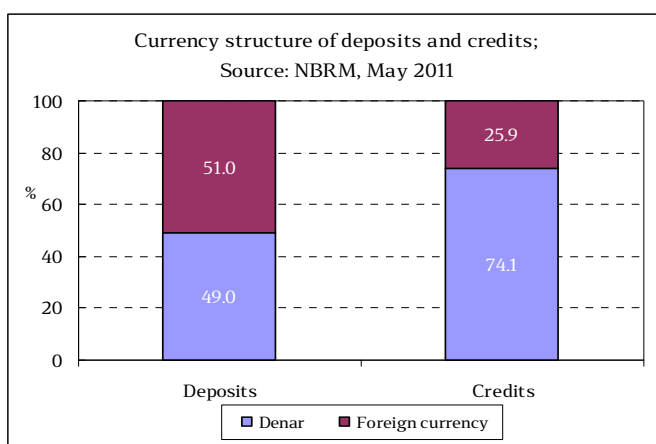
4. Monetary Sector

Primary Money

In May 2011, primary money¹ increased by 10.2% on annual basis, in conditions of stronger growth of ready money in circulation² by 10.9% and increase of total liquid assets of banks by 9.7%.

On monthly basis, primary money experienced slower growth by 1%, compared to 5.4% growth in the previous month, as a result of the increase of ready money in circulation by 3.8%. Total liquidity of banks dropped by 0.8% on monthly basis.

In May 2011, National Bank of the Republic of Macedonia kept the level of interest rate on central bank bills unchanged, i.e. at 4.0%. In addition, interest rate on overnight credits was kept at the level of 5.5%.



¹ Primary money is calculated as a sum of ready money in circulation (including cash in hand), denar and foreign currency reserve requirement and the surplus of liquid assets over the reserve requirement (in denars).

² Including cash in hand of the banks.

Deposit Potential

Total deposit potential of banks³ in May 2011 increased by 1.4% on monthly basis, in conditions of increase of deposits of households by 1% and deposits of private enterprises by 2.8%. From currency point of view, Denar deposits, as well as foreign currency deposits, experienced growth of 1.4%.

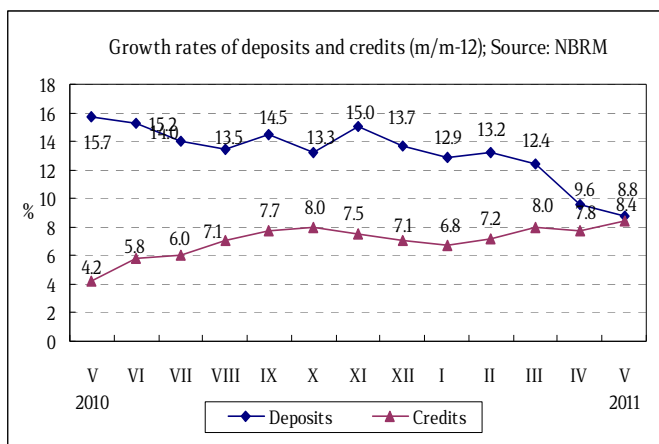
Further growth slowdown of deposits was registered on annual basis. In fact, total deposits in May 2011 increased by 8.8% on annual basis, compared to 9.6% in April 2011. From the point of view of sector structure, growth was driven by the growth of deposits of households by 14.7%, in conditions of reduction of deposits of private enterprises by 4.5% due to the comparative basis, taking into account that dividend from a larger company was paid in July, unlike in 2011, when it was paid in April.

Analyzed according to currency, Denar deposits continued to slow down, whereby their growth in May amounted to 12.2%, compared to 14.5% in the previous month, while foreign currency deposits surged by 5.7%, compared to the increase by 5.2% in April in 2011.

According to maturity, short-term deposits increased by 2.9% on annual basis, while long-term deposits experienced high growth of 34.2%.

Bank Credits

In May 2011, total bank credits to private sector increased by 1.1% on monthly basis, compared to the monthly increase of 0.9% in the previous month. According to the currency structure, Denar credits increased by 0.7%, while foreign currency credits, following their 0.1% decline in April, surged by 2.6% in May 2011. According to the sector analysis, credits to private enterprises increased by 1% compared to the previous month, while credits to households were higher by 1.3%.



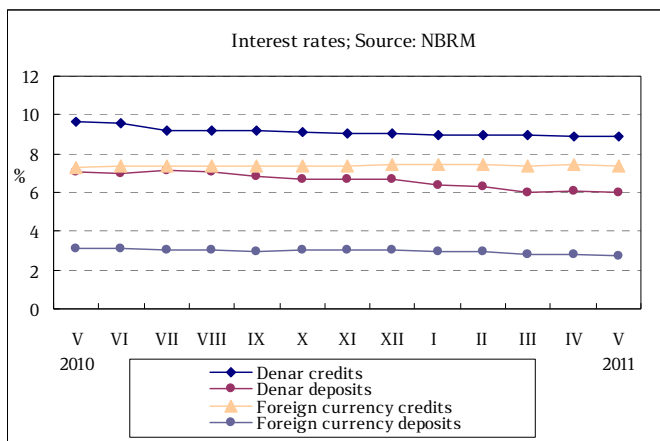
On annual basis, intensity of crediting by banks accelerated. In fact, growth rate of credits was 8.4%, compared to 7.8% in April 2011. From sector point of view, credits to private enterprises contributed the most to the growth of total credits with 68.1%, increasing by 9.6% on annual basis. Household credits increased by 6.9% in May.

From currency point of view, Denar credits experienced annual growth of 4.4%, while foreign currency credits registered high growth of 21.8%. At the same time, long-term credits increased by 15.1% on annual basis, while short-term credits were lower by 2.1%.

³ Starting January 2009, deposits include calculated interest.

Interest rates

In May 2011, no change was registered at interest on credit balance and interest on debit balance of banks compared to the previous month. Interest on debit balance of Denar credits, including interest rates on Denar credits without foreign currency clause and Denar credits with foreign currency clause, was 8.9%, which, compared to May 2010, dropped by 0.7 p.p. Interest on credit balance, including interest rates on Denar deposits without foreign currency clause and Denar credits with foreign currency clause, was 6%, which, compared to May 2010, dropped by 1.1 p.p.



Interest rate on foreign currency credits was 7.4%, being higher by 0.1 p.p. compared to May 2010. Interest rate on foreign currency deposits amounted to 2.8%, decreasing by 0.3 p.p. compared to May 2010.

Interest rate on newly approved Denar credits increased by 0.1 p.p. in May, compared to the previous month, amounting to 8.2%, while interest rate on newly approved foreign currency credits amounted to 7.1%, dropping by 0.2 p.p. Interest rate on new Denar deposits increased by 0.1 p.p., reaching 3%, compared to interest rate on new foreign currency deposits, which remained unchanged – 0.8%.

Foreign Currency Reserves

Gross foreign currency reserves at the end of May 2011 amounted to EUR 1,882.8 million and, compared to April 2011, they were higher by EUR 5.6 million, while compared to May 2010, foreign currency reserves increased by EUR 200.2 million.

5. Social Sector

Number of newly employed and registered unemployed persons in EARM

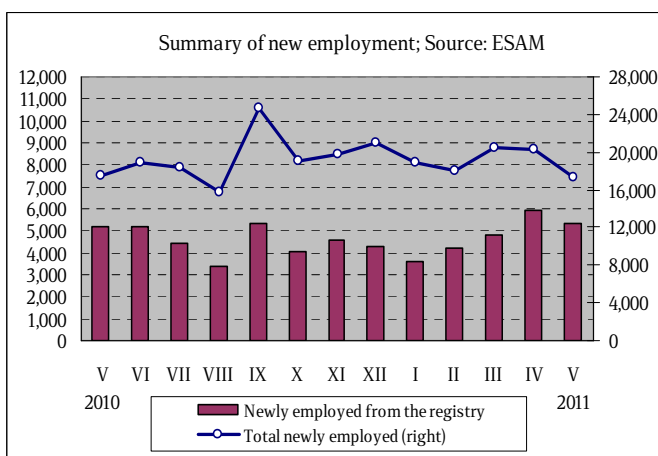
In the period January-May 2011, Employment Agency of the Republic of Macedonia registered total of 95,110 new employments. 37.6% out of the total number of newly employed was on the basis of full-time employment, while the rest of the employed were on the basis of temporary employment and seasonal workers. Compared to the same period in 2010, number of newly employed persons was almost identical.

In May, 17,276 new employments were registered, whereby 30.8% of the new employments was from the unemployed records. Outflow of persons from the Employment Agency Registry amounted to 10,123 persons in May, 51.9% out of which were new employments. In May, 6,320 persons were registered as inflow to the Agency, 51.9% out of which were persons whose employment was terminated. As a result, unemployment reduced by 3,803 persons, i.e. by 1.2% compared to the

previous month. Thus, in May 2011, 315,472 persons were registered as unemployed. Compared to the same month in 2010, number of unemployed persons declined by 5.7%.

Major percentage of the unemployed, i.e. 65.7%, came from urban areas (cities),

whereby 57.5% were men. Analyzed by education structure, major part, i.e. 52.2% of unemployed persons were unskilled or semi-skilled, while only 8.2% was with community college or higher education level. Observed by age, majority of the unemployed persons or 57.2% fall in the category of 25-49 years of age. According to the time they

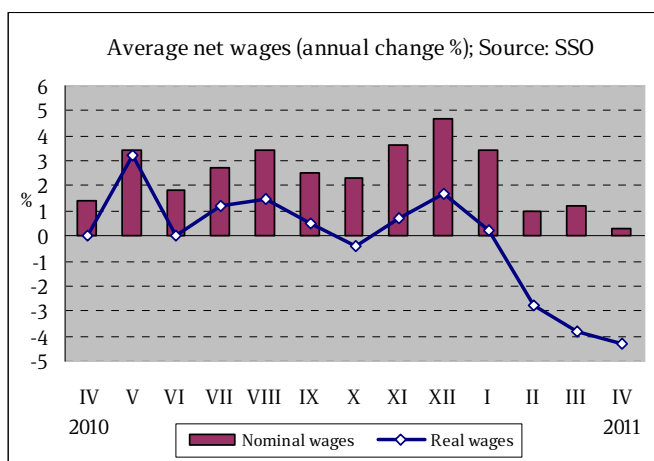


waited for a job, 49.8% of the unemployed persons sought job from 1 to 7 years, while 30% sought job for 8 years and more.

Salaries

According to the data from the State Statistical Office, average monthly paid gross salary per employee in April 2011 (most recent available data) amounted to Denar 30,172, while average paid net salary in the same month amounted to Denar 20,519⁴.

Average net salary in April 2011, compared to March 2011, was lower by 0.3% in nominal terms, and it was lower by 0.6% in real terms. Average gross salary per employee, compared to March 2011, was lower by 0.1% in nominal terms, and it was lower by 0.4% in real terms.



In April 2011, compared to April in 2010, there was an increase of average monthly net and gross salary by 0.3% in nominal terms, while salaries were lower by 4.3% in real terms.

On cumulative basis, in the period January-April 2011, average net salary increased by 1.5% in nominal terms, while it was lower by 2.7% in real terms. In the same period, average gross salary increased by 1.3% in nominal terms, while it was lower by 2.8% in real terms.

⁴ State Statistical Office, at the beginning of this year, applied the new National Classification of Activities (NCA Rev. 2) for collecting and processing data on average monthly paid gross and net salary.

Highest increase of average monthly gross and net salary per employee in April 2011, compared to April 2010, was registered at the following: other services (25.9% gross salary and 26.4% net salary), information and communications (15.9% gross salary and 16.2% net salary) and expert, scientific and technical activities (12.2% gross salary and 11.7% net salary).

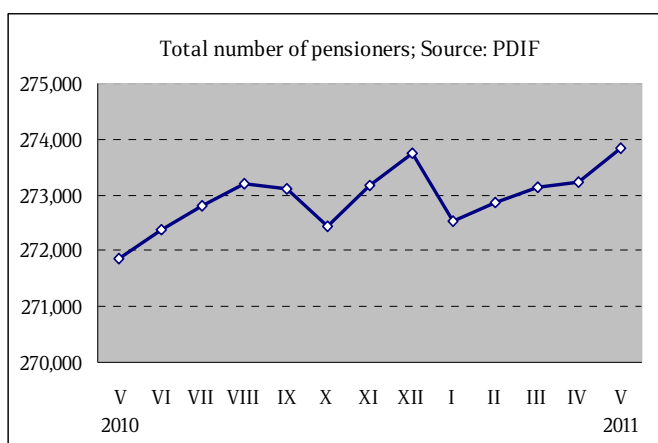
Highest decline of average monthly gross and net salary per employee in April 2011, compared to March 2010, was registered at the following: financial activities and insurance activities (2.6% gross salary and 2.9% net salary), processing industry (1.9% gross salary and 2.1% net salary) and retail and wholesale; repair of motor vehicles and motorcycles (1.6% gross salary and 2.4 net salary).

Employees who did not receive salary in April 2011 accounted for 2.0%, whereby, compared to April 2010, percentage of unpaid salaries reduced by 1.6 p.p., while compared to March, percentage of employees who did not receive salary was higher by 0.1 p.p..

Pensions

In May 2011, Pension and Disability Insurance Fund registered 273,831 pensioners, being an increase by 0.7% compared to May 2010. Number of pension beneficiaries increased by 612 persons in relation to April 2011. 55.3% out of the total number of pensioners are beneficiaries of old-age pension, 27.5% of survival pension and 17.2% of disability pension.

In May 2011, Denar 2,868.6 million was spent for payment of pensions, accounting for 51.9% of the total social transfers⁵.



Average pension in May 2011 amounted to Denar 10,476, being an increase by 3.3% on annual level. Ratio between the average pension and the average paid salary in April 2011 (the most recent available data) amounted to 51%.

⁵ Category social transfers includes pensions, unemployment benefit, social assistance and expenditures for health care.

ATTACHMENTS

MACROECONOMY

Table 1. Main macroeconomic indicators in the Republic of Macedonia

		2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Real GDP	%	4.5	-4.5	0.9	2.8	4.6	4.4	5.0	6.1	5.0	-0.9	1.8
GDP	EUR million	3,893	3,839	4,001	4,105	4,442	4,814	5,231	5,965	6,720	6,677	6,944
Inflation (average)	%	5.8	5.5	1.8	1.2	-0.4	0.5	3.2	2.3	8.3	-0.8	1.6
Inflation (end of period)	%	6.1	3.7	1.1	2.6	-1.9	1.2	2.9	6.1	4.1	-1.6	3.0
GDP deflator	%	8.2	3.6	3.4	0.3	0.8	3.8	3.3	7.4	7.5	0.7	2.2
Budget balance	% GDP	2.5	-6.3	-5.6	-1.0	0.0	0.2	-0.5	0.6	-0.9	-2.7	-2.5
Exchange rate, average	Denar/1US\$	65.89	68.04	64.73	54.30	49.41	49.29	48.79	44.72	41.86	44.08	46.46
Exchange rate, average	Denar/1EUR	60.73	60.91	60.98	61.26	61.34	61.30	61.19	61.18	61.27	61.27	61.51
Exchange rate, end of period	Denar/1US\$	65.30	69.20	58.60	49.90	45.94	51.73	46.50	42.02	43.56	42.70	46.55
Exchange rate, end of period	Denar/1EUR	60.79	60.96	61.07	61.29	61.44	61.17	61.20	61.22	61.40	61.20	61.50
Export (f.o.b.)	EUR million				1,203	1,345	1,643	1,914	2,472	2,684	1,921	2,493
Import (f.o.b.)	EUR million				1,956	2,259	2,501	2,915	3,653	4,435	3,472	3,961
Trade balance	EUR million				-753	-914	-858	-1,002	-1,181	-1,751	-1,551	-1,468
- as % of GDP	%				-18.3	-20.6	-17.8	-19.1	-19.8	-26.1	-23.2	-21.1
Current account balance	EUR million				-170	-362	-122	-23	-421	-862	-449	-191
- as % of GDP	%				-4.1	-8.1	-2.5	-0.4	-7.1	-12.8	-6.7	-2.8
Foreign exchange reserves	EUR billion	0.77	0.88	0.70	0.72	0.72	1.12	1.42	1.52	1.50	1.60	1.71
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	4.0
Gross external debt	EUR billion					2,080	2,528	2,503	2,841	3,304	3,780	4,299
- as % of GDP	%					46.8	52.5	47.9	47.6	49.2	56.6	61.9
Foreign direct investments	EUR million				100	261	77	346	506	400	145	221
- as % of GDP	%				2.4	5.9	1.6	6.6	8.5	6.0	2.2	3.2

*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
GDP (annual real growth rate)													
2006	6,5	6,8	10,6	3,6	12,2	7,8	6,2	7,9	8,5	5,9	4,7	3,6	6,9
2007	6,4	6,1	6,9	0,8	10,0	9,8	6,8	6,3	10,5	6,9	5,5	3,7	4,7
2008	6,2	2,5	-5,1	0,8	-4,2	2,9	5,1	7,3	5,8	3,7	2,4	2,6	0,4
2009	-4,9	-4,1	-13,9	-6,7	-18,0	-14,7	1,7	-7,1	-4,8	-8,1	-5,8	-2,1	-4,5
2010	-0,1	2,3	3,1	1,2	-0,6	1,3	3,8	-1,4	4,1	1,2	-1,2	3,2	9,2
2009 Q-1	-5,3	-3,6	-14,6	-7,1	-17,8	-14,0	0,6	-6,2	-5,1	-8,4	-6,7	-2,5	-14,5
Q-2	-3,8	-5,0	-16,6	-8,0	-18,1	-15,9	1,1	-8,7	-5,4	-9,4	-6,3	-3,9	-7,7
Q-3	-4,9	-5,0	-15,4	-7,5	-19,1	-14,5	1,2	-7,1	-5,0	-8,8	-5,7	-2,5	-2,9
Q-4	-5,8	-2,9	-8,8	-4,3	-16,8	-14,5	3,5	-6,5	-3,6	-5,7	-4,5	0,3	6,0
2010 Q-1	-4,8	1,2	-2,6	0,1	-6,1	-2,0	2,7	-2,2	4,7	-1,1	-2,3	3,7	12,0
Q-2	1,0	2,9	3,1	1,0	-2,6	1,0	3,5	-0,4	4,2	1,9	-2,3	2,9	10,3
Q-3	0,3	2,3	5,0	1,7	2,8	1,2	4,8	-2,2	3,8	1,8	0,3	2,4	5,2
Q-4	3,1	3,0	6,7	1,9	3,6	4,8	4,1	-0,6	3,5	2,1	-0,6	3,6	9,2
2011 Q-1	1,5	3,1	8,5	2,5	3,5	6,9	4,1	1,7	3,5	2,0	*	2,3	11,0
Inflation (CPI, annual percentage change)													
2006	7,4	2,1	4,4	4,0	6,6	3,8	1,3	6,6	4,3	2,5	3,3	2,6	9,3
2007	7,6	3,0	6,7	7,9	10,1	5,8	2,6	4,9	1,9	3,8	2,7	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	5,8	4,7	10,4
2009	2,5	0,6	0,2	4,0	3,3	4,2	4,0	5,6	0,9	0,9	2,2	1,8	6,3
2010	3,0	1,3	2,8	4,7	-1,2	1,2	2,7	6,1	0,7	2,1	1,1	2,0	8,6
2009 Q-1	5,1	1,5	3,7	2,7	9,0	8,5	3,6	6,8	2,3	1,7	3,5	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	2,6	3,4	5,7
Q-3	0,8	-0,1	-0,9	4,9	1,2	2,4	4,3	4,9	0,4	-0,2	1,2	0,9	5,3
Q-4	0,9	0,0	-2,0	4,9	-1,3	1,2	3,8	4,5	0,0	1,4	1,6	-0,3	5,7
2010 Q-1	2,0	0,4	0,0	5,8	-3,9	-0,4	3,4	4,6	0,0	1,7	1,1	0,8	9,3
Q-2	2,8	1,0	2,9	5,2	-2,3	0,5	2,5	4,3	0,7	2,4	0,8	1,5	9,2
Q-3	3,3	1,6	3,1	3,6	-0,3	1,8	2,1	7,5	1,1	2,3	1,0	2,6	8,4
Q-4	4,0	2,0	5,0	4,3	1,7	2,9	2,7	7,8	1,1	2,0	1,4	3,2	7,4
2011 Q-1	4,5	1,9	5,2	4,3	3,8	3,2	3,6	7,5	3,5	2,2	2,2	2,9	4,3
Unemployment rate (ILO definition)													
2006	9,0	7,2	5,9	7,5	6,8	5,6	13,9	7,3	13,4	6,0	11,2	7,1	8,7
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	8,8
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	9,7
2009	6,8	6,7	13,8	10,0	17,1	13,7	8,2	6,9	12,0	5,9	9,1	7,0	12,5
2010	9,9	7,4	17,0	11,2	18,8	17,8	9,7	7,3	14,5	7,3	12,2	6,7	10,7
2009 Q-1	6,4	5,8	11,4	9,7	13,9	11,9	8,3	6,9	10,4	5,3	9,5	6,8	14,0
Q-2	6,3	6,3	13,5	9,6	16,7	13,6	7,9	6,3	11,3	5,6	8,9	6,9	12,4
Q-3	6,7	7,3	14,6	10,3	18,4	13,8	8,1	6,8	12,5	6,2	8,7	7,1	11,9
Q-4	7,9	7,3	15,5	10,5	19,7	15,6	8,5	7,5	13,9	6,4	9,2	7,0	11,9
2010 Q-1	9,4	7,8	19,0	11,2	20,1	17,2	9,6	7,3	14,6	6,7	11,2	7,1	11,4
Q-2	10,0	7,3	18,5	11,3	19,4	18,2	9,6	7,1	14,4	7,3	12,4	6,7	10,6
Q-3	10,0	7,1	16,1	11,0	18,3	18,3	9,6	7,3	14,4	7,3	12,2	6,5	10,6
Q-4	10,1	7,4	14,3	11,4	17,2	17,4	9,9	7,4	14,5	7,7	12,9	6,3	10,0
2011 Q-1	11,5	7,0	13,8	12,1	16,2	16,3	9,8	7,0	13,9	8,1	13,4	6,3	9,2

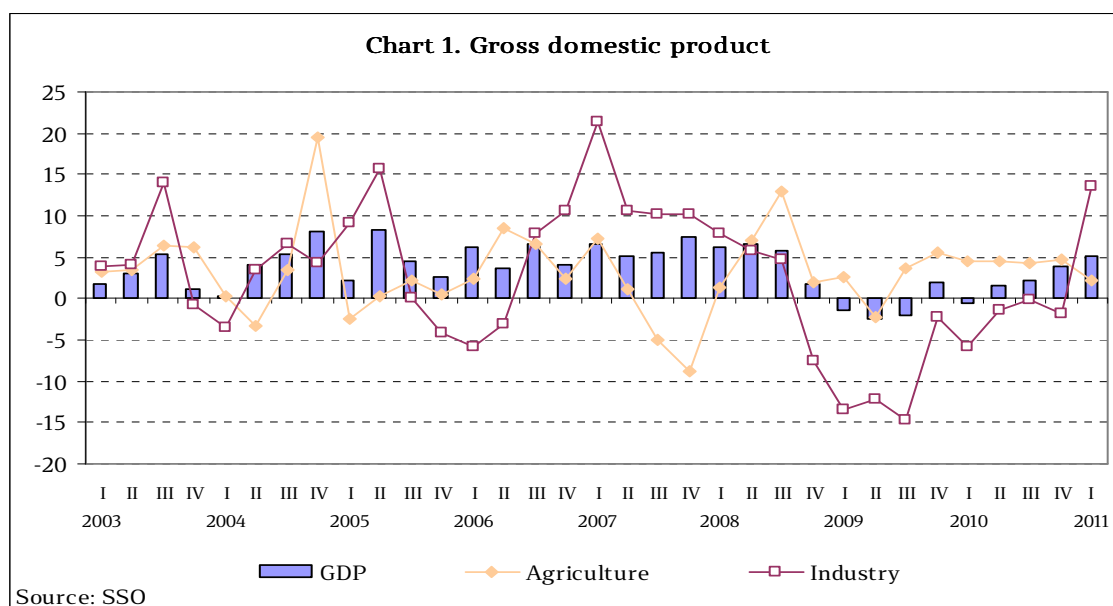
Source: Eurostat, Crostat, Turkstat

*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 defence, social protection, education, health and social work	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	0.4	3.3	0.9
2003	4.8	5.0	13.3	1.8	9.6	0.4	-3.6	4.9	3.3	0.6	2.8
2004	6.4	2.8	5.7	11.7	-1.7	-4.8	13.8	-0.6	3.3	4.9	4.6
2005	0.3	4.6	-0.3	16.1	4.8	10.2	-0.9	3.6	3.9	8.2	4.4
2006	4.8	2.6	4.8	4.9	1.5	9.8	8.2	1.5	5.0	5.5	5.0
2007	-2.9	12.6	3.3	6.6	8.5	10.5	4.1	2.4	5.9	7.8	6.1
2008	5.7	2.4	-5.5	6.5	5.9	12.2	6.6	4.5	4.9	5.5	5.0
2009	2.7	-10.7	4.4	6.4	-8.6	-1.1	4.6	2.4	-0.1	-6.1	-0.9
2010	4.4	-2.2	15.0	6.0	-9.3	5.1	2.3	1.3	2.6	-3.7	1.8
2007 Q-1	7.2	21.3	-6.2	-4.9	0.1	6.0	3.0	1.4	6.0	10.0	6.6
Q-2	1.1	10.7	-1.2	8.9	13.2	8.1	1.7	2.4	5.2	4.9	5.1
Q-3	-5.1	10.3	6.0	8.0	12.3	8.7	5.2	2.6	5.5	5.8	5.5
Q-4	-8.8	10.1	11.8	13.6	6.9	18.5	6.3	3.0	6.7	10.7	7.4
2008 Q-1	1.4	8.0	-6.3	9.9	14.4	14.2	8.0	4.2	7.2	0.0	6.2
Q-2	7.0	5.8	-5.3	9.2	3.3	17.3	9.9	4.4	7.0	3.5	6.6
Q-3	13.0	4.8	-11.2	5.5	4.7	12.5	5.2	4.9	5.5	7.5	5.8
Q-4	1.9	-7.5	0.6	2.6	3.4	5.8	3.5	4.5	0.5	9.7	1.7
2009 Q-1	2.7	-13.5	4.4	4.8	-5.1	0.3	6.9	2.1	-0.9	-2.9	-1.4
Q-2	-2.3	-12.2	8.6	3.6	-7.3	-2.3	2.7	3.0	-1.4	-7.4	-2.4
Q-3	3.6	-14.8	2.0	6.8	-7.5	0.3	5.5	2.1	-1.1	-8.5	-2.1
Q-4	5.6	-2.2	2.7	10.0	-14.2	-2.5	3.6	2.3	2.7	-5.0	2.0
2010 Q-1	4.5	-5.8	4.7	4.9	-15.6	0.2	2.6	3.3	0.9	-10.7	-0.5
Q-2	4.4	-1.4	-9.0	6.3	-7.0	5.4	2.1	0.3	1.4	0.2	1.5
Q-3	4.2	-0.1	21.6	7.5	-8.3	-1.3	2.3	0.6	2.9	-3.3	2.1
Q-4	4.6	-1.9	38.2	5.2	-6.9	15.6	2.1	1.1	5.0	-2.3	3.8
2011 Q-1	2.3	13.7	21.2	6.8	3.6	7.3	-1.9	1.5	6.2	-2.7	5.1

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	4.6	7.5	9.1	1.3	10.6	11.7	16.7
2005	4.4	4.8	5.9	0.7	-3.6	13.4	8.2
2006	5.0	6.1	7.5	0.5	7.9	8.2	10.1
2007	6.1	6.5	8.1	-0.3	22.2	11.8	16.1
2008	5.0	8.0	7.4	10.6	5.4	-6.3	0.8
2009	-0.9	-3.7	-4.7	0.5	-1.5	-16.2	-15.0
2010	1.8	0.3	0.4	-0.4	-3.7	23.4	10.9
2007 Q-1	6.5	5.4	6.3	2.5	21.3	21.9	24.9
Q-2	4.8	5.7	8.2	-4.1	-22.3	18.6	9.1
Q-3	5.3	6.1	6.5	4.2	35.6	2.7	14.2
Q-4	7.9	7.6	9.7	-1.5	61.5	8.2	18.5
2008 Q-1	5.2	5.7	5.7	3.0	24.6	-11.2	-0.8
Q-2	6.5	6.7	6.2	6.4	49.9	-12.5	4.5
Q-3	5.9	7.7	8.5	0.8	-2.9	-2.0	-2.0
Q-4	2.5	10.1	7.2	21.4	-19.5	-2.9	-1.6
2009 Q-1	-1.4	-2.6	-4.4	5.1	19.1	-20.9	-10.0
Q-2	-2.4	-3.0	-5.1	5.9	-14.2	-12.8	-15.1
Q-3	-2.1	-4.1	-6.4	7.5	-10.3	-12.9	-15.6
Q-4	2.0	-5.4	-3.5	-12.9	1.9	-18.2	-19.5
2010 Q-1	-0.5	1.5	1.5	1.5	-47.0	8.4	-13.8
Q-2	1.5	2.8	4.9	-5.1	-0.4	16.4	12.5
Q-3	2.1	1.8	1.7	2.3	12.4	27.2	24.2
Q-4	3.8	-4.5	-5.5	-0.1	26.3	40.0	22.1
2011 Q-1	5.1	2.4	3.9	-3.2	60.1	34.8	36.5

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
2006	5,9	11,1	6,4	0,8	-0,3	-0,6	-3,6	-4,3	6,3	11,8	10,4	5,3
2007	3,9	10,0	5,5	-9,5	-1,0	-6,4	-0,3	-2,2	4,9	17,5	5,8	-7,5
2008	5,1	9,4	5,9	-3,1	-1,1	-8,3	-0,2	-1,9	6,3	19,3	6,1	-1,2
2009	-8,7	-12,4	-10,4	8,7	-6,6	-9,6	-6,8	-2,1	-2,2	-3,1	-3,9	11,0
2010	-4,8	-3,8	-7,5	14,4	-0,7	-1,9	-0,1	-2,8	-4,1	-1,9	-7,4	17,7
2009 I	-17,2	-23,1	-19,3	-4,6	-3,5	-6,9	-3,5	-0,1	-14,3	-17,4	-16,4	-4,5
II	-13,9	-21,6	-14,5	-6,6	-4,4	-6,3	-4,6	-0,2	-10,0	-16,4	-10,4	-6,3
III	-6,1	9,1	-8,8	6,9	-5,4	-7,0	-5,7	-0,6	-0,8	17,3	-3,2	7,6
IV	-9,4	-8,1	-10,5	-0,2	-4,7	-7,1	-4,9	-0,5	-4,9	-1,0	-5,9	0,2
IX	-9,7	-2,2	-11,2	4,6	-9,6	-12,8	-10,0	-3,0	-0,1	12,2	-1,4	7,9
X	-0,9	-8,8	-2,2	13,8	-8,8	-11,1	-9,3	-2,2	8,7	2,6	7,9	16,4
XI	3,0	-4,5	2,0	14,8	-6,9	-10,3	-7,0	-2,8	10,6	6,5	9,6	18,2
XII	18,1	-8,6	20,3	13,9	-6,7	-10,4	-6,8	-2,9	26,6	2,0	29,1	17,3
2010 I	-2,8	8,8	-8,0	16,8	-3,6	-7,8	-3,0	-4,9	0,9	17,9	-5,1	22,8
II	-10,6	1,0	-17,9	31,3	-4,1	-7,9	-3,5	-5,0	-6,8	9,6	-14,9	38,2
III	-13,3	-22,9	-16,6	10,6	-2,9	-7,1	-2,3	-4,4	-10,7	-17,0	-14,7	15,7
IV	-7,2	-14,2	-11,4	29,6	-4,4	-5,2	-4,2	-4,4	-2,9	-9,5	-7,5	35,5
V	-1,1	-3,2	-6,1	37,6	-2,8	-2,6	-2,8	-2,6	1,8	-0,6	-3,4	41,2
VI	5,5	20,6	0,1	49,7	-2,6	-1,6	-1,1	-2,7	8,3	22,6	1,2	53,7
VII	8,0	10,7	5,0	35,1	-0,2	-0,8	0,2	-3,4	8,3	11,6	4,8	39,9
VIII	-2,5	6,1	-3,2	-0,1	2,0	0,5	2,8	-3,2	-4,4	5,6	-5,8	3,2
IX	-14,0	-0,5	-14,9	-10,8	2,6	1,6	3,5	-4,1	-16,2	-2,1	-17,8	-7,0
X	-4,7	-7,5	-4,1	-8,2	3,6	1,2	4,5	-2,2	-8,0	-8,6	-8,3	-6,2
XI	-2,9	-11,4	-1,0	-14,3	2,6	4,2	2,6	1,8	-5,4	-15,0	-3,5	-15,9
XII	-10,0	-18,8	-12,2	10,0	2,3	4,1	2,4	1,6	-12,0	-22,0	-14,3	8,3
2011 I	5,0	2,4	8,0	-4,8	-0,2	3,6	-0,8	2,8	5,2	-1,2	8,8	-7,4
II	10,9	-2,7	16,6	-7,9	1,9	3,8	1,7	2,7	8,8	-6,3	14,7	-10,3
III	24,5	24,4	28,9	4,1	1,1	3,7	0,6	4,0	23,1	20,0	28,1	0,1
IV	11,8	20,8	14,7	-6,3	3,5	3,3	3,5	4,3	8,0	16,9	10,8	-10,2
V	6,9	27,3	11,9	-24,4	3,3	2,8	3,2	4,1	3,5	23,8	8,4	-27,4

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	4,0	1,8	6,0	1,5	0,2	3,2	11,4	2,2	6,7	10,3
2009	-0,8	-1,6	4,0	0,0	4,5	2,1	-3,8	-7,9	2,2	-5,8	-1,4	-6,5
2010	1,6	0,3	0,5	0,8	5,1	0,4	0,4	3,7	0,4	-5,6	2,6	8,3
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	-1,0	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	1,0	-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
2010 Q-1	0,5	-2,4	1,2	-0,3	4,9	1,2	-0,1	4,0	-0,4	-2,3	2,0	7,5
Q-2	1,1	0,1	0,1	0,9	4,7	-0,3	0,8	5,2	-0,1	-7,1	2,3	9,7
Q-3	1,8	1,2	-0,2	1,1	5,2	0,0	1,6	2,6	0,5	-6,8	2,4	7,7
Q-4	2,9	3,3	0,8	1,6	5,8	0,7	-0,8	3,1	1,6	-6,2	3,5	8,3
2011 Q-1	4,1	7,1	1,0	1,0	3,0	1,4	-0,8	4,8	1,4	-5,6	4,0	13,6
2010 I	0,1	-3,5	2,4	-1,2	5,4	1,2	-0,5	3,7	-0,4	-0,2	1,7	6,5
II	0,6	-1,9	0,7	-0,3	4,8	0,9	-0,3	4,0	-0,4	0,8	1,9	7,4
III	0,7	-1,9	0,5	0,5	4,5	1,6	0,4	4,2	-0,5	-7,6	2,3	8,7
IV	1,4	-0,3	0,3	0,7	4,7	0,2	1,1	5,4	-0,5	-7,4	2,7	10,5
V	0,2	-0,4	0,0	1,1	4,7	-0,4	0,0	5,7	-0,1	-6,9	1,8	10,9
VI	1,8	0,9	0,0	1,0	4,6	-0,6	1,2	4,5	0,3	-6,9	2,5	7,6
VII	1,5	0,2	-0,2	1,0	4,7	-0,1	2,1	3,6	0,6	-7,1	2,2	7,5
VIII	1,9	1,0	-0,3	1,2	5,5	-0,1	3,0	2,8	0,7	-6,8	2,5	7,7
IX	2,0	2,3	-0,2	1,2	5,4	0,1	-0,3	1,3	0,2	-6,4	2,5	7,8
X	2,7	3,4	0,7	2,0	5,7	-0,1	-2,5	3,1	0,7	-6,5	3,3	8,7
XI	2,9	3,4	0,9	1,5	5,9	0,6	0,3	2,5	2,2	-6,1	3,4	7,1
XII	3,0	3,2	0,7	1,3	5,7	1,5	-0,3	3,6	1,9	-6,1	3,7	9,0
2011 I	3,2	5,3	0,8	0,9	2,3	1,2	-0,9	5,0	1,0	-8,3	3,4	12,7
II	3,9	6,8	1,1	1,0	2,3	1,4	-0,5	4,6	1,1	-8,3	3,8	12,8
III	5,2	9,1	1,2	1,2	4,3	1,6	-1,0	4,9	2,3	0,1	4,7	15,3
IV	4,8	8,3	0,9	1,5	4,2	3,3	-2,2	3,7	2,0	2,3	4,6	13,3
V	5,2	9,6	1,1	1,6	4,3	3,4	-2,8	2,9	1,6	2,3	4,7	10,8

Source: State Statistical Office

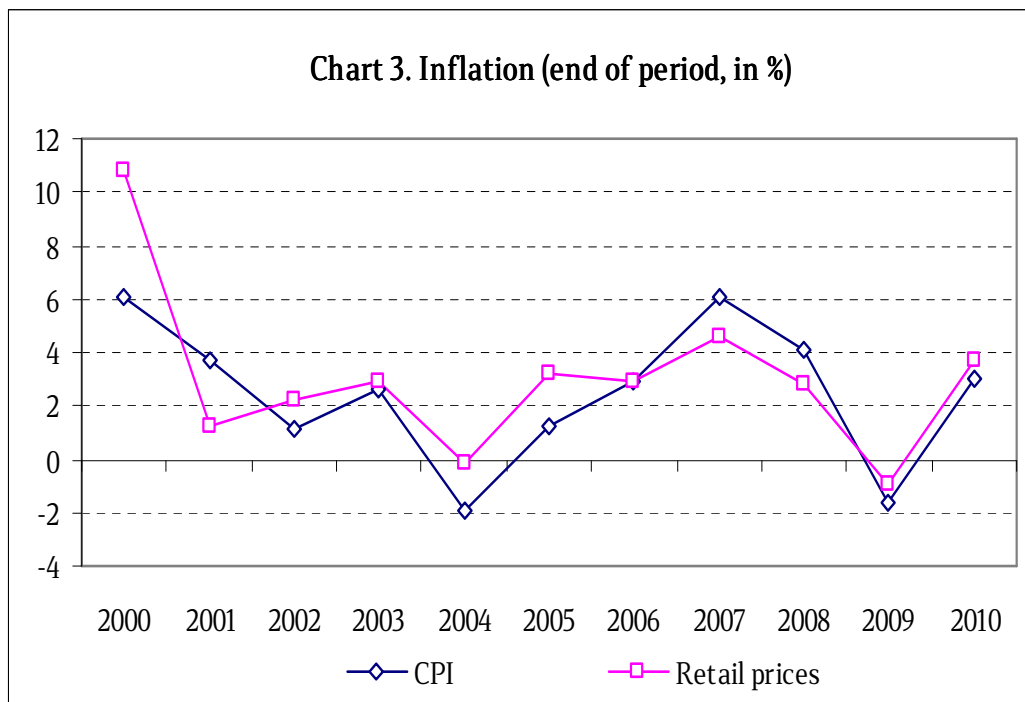
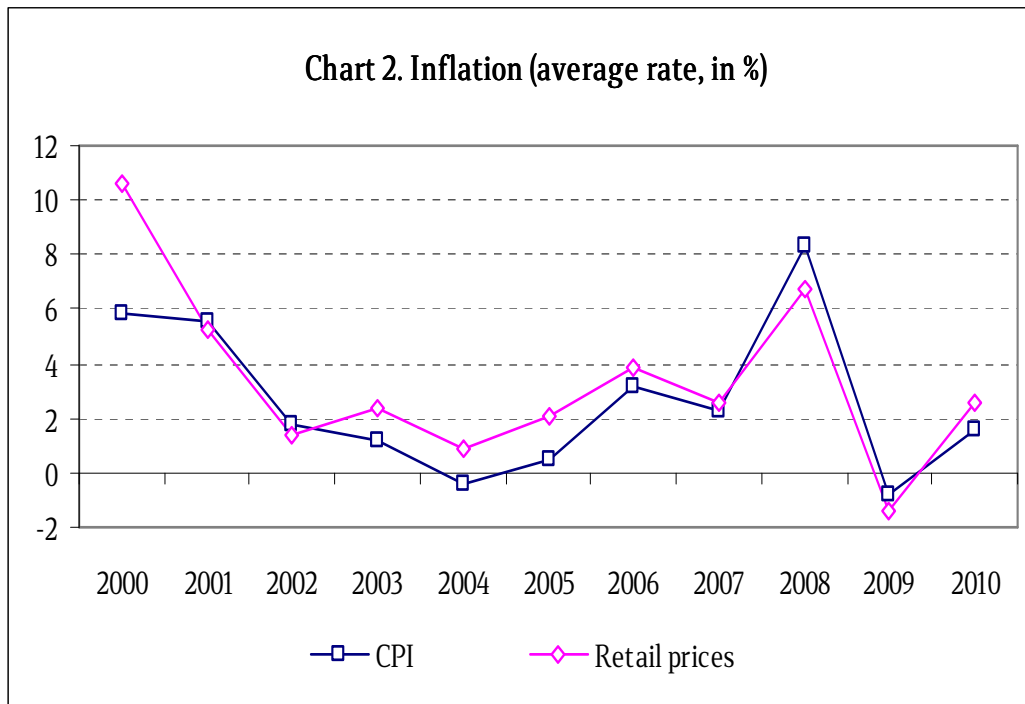


Table 7. Stock exchange prices of main import and export products (US\$)

	Brant crude oil	Lamb (c/kg)	Nickel	Copper	Lead	Zinc	Cold - rolled lead sheets	Hot-rolled lead sheets
2002	25,0	330,3	6.772,0	1.559,0	45,3	77,9	328,3	246,7
2003	28,9	388,4	9.629,0	1.779,0	51,5	82,8	444,6	320,2
2004	38,3	461,4	13.823,4	2.866,0	88,7	104,8	607,1	502,5
2005	54,4	443,3	14.744,0	3.679,0	97,6	138,1	733,3	633,3
2006	65,4	403,6	24.254,0	6.722,0	129,0	327,5	693,8	600,0
2007	72,7	413,9	37.226,0	7.118,0	258,0	324,3	650,0	550,0
2008	97,6	451,0	21.110,3	6.955,3	209,1	187,5	965,6	883,3
2009	61,84	427,7	14.654,6	5.149,7	171,9	165,5	783,3	683,3
2010	79,6	499,5	21.809	7.535	214,8	216,1	816	716,0
2009 Q-1	44,9	378,5	10.471,0	3.428,0	115,7	117,2	1.033,0	933,0
Q-2	59,1	428,7	12.920,0	4.663,0	149,9	147,3	700,0	600,0
Q-3	68,4	453,3	17.700,0	5.859,0	192,8	176,1	700,0	600,0
Q-4	75,0	450,1	17.527,3	6.648,7	229,3	221,4	700,0	600,0
2010 Q-1	75,1	449,2	18.160,3	7.072,0	227,4	232,2	700,0	600,0
Q-2	78,7	486,8	22.476,0	7.027,3	195,1	202,6	837,7	737,7
Q-3	76,4	508,0	21.191,3	7.242,7	203,2	201,3	850,0	750,0
Q-4	86,8	571,5	23.609,0	8.636,3	239,0	231,5	850,0	750,0
2011 Q-1	104,9	637,1	26.869,3	9.642,3	260,4	239,3	866,7	766,7
2010 I	76,37	448,8	18.439	7.386	236,8	243,4	700,0	600,0
II	74,31	451,4	18.976	6.848	212,4	215,7	700,0	600,0
III	79,27	442,7	22.461	7.463	217,2	227,5	775,0	675,0
IV	84,98	456,1	26.031	7.745	226,5	236,7	813,0	713,0
V	76,25	484,3	22.008	6.838	188,3	196,8	850,0	750,0
VI	74,84	520,1	19.389	6.499	170,4	174,3	850,0	750,0
VII	74,74	462,3	19.518	6.735	183,7	184,4	850,0	750,0
VIII	76,69	528,3	21.413	7.284	207,5	204,5	850,0	750,0
IX	77,79	533,4	22.643	7.709	218,4	215,1	850,0	750,0
X	82,92	550,3	23.807	8.292	238,0	237,2	850,0	750,0
XI	85,67	553,6	22.909	8.470	237,7	229,2	850,0	750,0
XII	91,80	610,7	24.111	9.147	241,3	228,1	850,0	750,0
2011 I	96,29	627,6	25.646	9.556	260,2	237,2	850,0	750,0
II	103,96	641,4	28.252	9.868	258,7	246,5	850,0	750,0
III	114,44	642,4	26.710	9.503	262,4	234,1	900,0	800,0
IV	123,07	662,2	26.408	9.493	270,1	236,2	900,0	800,0
V	114,46	666,0	24.237	8.960	242,8	216,7	900,0	800,0

Source: World Development Prospects (Pink Sheets)

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

	2005	2006	2007	2008	2009	Q1 2010	Q2 2010	Q3 2010	Q4 2010	2010 ¹⁾	I 2011 ¹⁾	II 2011 ¹⁾	III 2011 ¹⁾	Q1 2011 ¹⁾	IV 2011 ¹⁾	V 2011 ¹⁾	I-V 2011 ¹⁾
I. Current Account	-122,5	-23,4	-421,2	-862,2	-449,3	-81,8	-50,5	77,3	-136,0	-191,1	-104,3	-75,4	-24,7	-204,4	-40,6	2,8	-253,5
GOODS, net	-858,5	-1.001,5	-1.181,0	-1.762,5	-1.551,1	-296,7	-391,8	-318,5	-460,8	-1.467,7	-196,3	-148,3	-119,4	-464,0	-153,1	-106,9	-732,8
Exports, f.o.b.	1.642,9	1.914,0	2.472,2	2.692,6	1.920,9	482,4	616,0	685,1	709,3	2.492,8	218,7	231,9	230,6	681,2	271,5	280,3	1.250,9
Imports, f.o.b. /2	-2.501,4	-2.915,5	-3.653,2	-4.455,1	-3.472,0	-779,2	-1.007,8	-1.003,6	-1.170,0	-3.960,6	-414,9	-380,2	-350,0	-1.145,1	-424,6	-387,3	-1.983,7
SERVICES, net	-24,7	22,4	25,1	5,8	28,0	6,2	21,9	11,9	19,8	59,9	15,7	-4,6	12,2	23,3	6,8	13,9	44,0
Credit	416,2	477,3	594,5	688,1	618,3	134,5	172,4	188,1	198,0	692,9	61,2	50,3	68,7	180,2	63,9	70,2	313,8
Debit	-440,8	-455,0	-569,4	-682,3	-590,3	-128,2	-150,5	-176,2	-178,1	-633,0	-45,5	-54,9	-56,5	-156,9	-57,1	-56,3	-269,8
INCOME, net	-92,6	-26,1	-277,7	-90,9	-58,5	-50,2	-28,7	-35,8	-34,4	-149,2	-19,7	-5,2	-4,9	-29,8	-6,7	-6,9	-45,8
Credit	79,0	107,2	155,2	185,2	128,1	32,7	34,6	39,1	37,2	143,6	14,9	12,2	16,4	43,5	14,0	14,3	71,8
Debit	-171,6	-133,4	-432,9	-276,1	-186,6	-82,9	-63,3	-74,9	-71,6	-292,8	-34,6	-17,4	-21,3	-73,3	-20,8	-21,1	-117,6
CURRENT TRANSFERS, net	853,3	981,9	1.012,4	985,5	1.132,3	258,9	348,1	419,6	339,4	1.366,0	96,0	82,7	87,4	266,1	112,4	102,7	481,2
Credit	887,5	1.015,3	1.081,3	1.033,2	1.180,0	269,0	359,5	431,1	354,3	1.413,8	99,3	86,1	91,3	276,6	116,1	107,2	499,9
Debit	-34,2	-33,4	-68,9	-47,7	-47,7	-10,1	-11,5	-11,4	-14,9	-47,9	-3,3	-3,3	-3,9	-10,6	-3,7	-4,5	-18,8
II. Capital and Financial Account	127,7	18,3	454,0	862,5	426,0	68,9	46,3	-62,0	137,3	190,5	112,3	80,4	43,9	236,6	58,1	1,2	306,7
CAPITAL ACCOUNT, net	-1,7	-0,8	3,7	-12,2	20,2	0,9	3,1	2,4	2,7	9,1	7,8	0,7	0,6	9,0	1,2	1,4	11,8
Credit	0,0	0,0	0,0	0,0	25,4	4,1	6,2	6,6	5,9	22,8	8,0	1,7	1,8	11,5	2,3	2,4	16,4
Debit	-1,7	-0,8	3,7	-12,2	-5,3	-3,2	-3,0	-4,2	-3,3	-13,7	-0,3	-1,0	-1,2	-2,5	-1,1	-1,0	-4,7
FINANCIAL ACCOUNT, net	129,4	19,1	450,3	874,8	405,9	68,0	43,2	-64,4	134,6	181,4	104,5	79,7	43,3	227,6	56,9	-0,1	295,0
Direct investment, net	74,9	344,7	506,9	409,4	136,9	50,2	75,4	6,8	87,6	219,9	59,6	50,4	93,8	203,7	-20,6	-15,5	170,5
Abroad	-2,3	-0,1	0,9	9,5	-8,1	-0,8	-0,9	0,6	-0,4	-1,4	-0,3	-0,2	0,2	-0,3	-0,1	0,3	-0,3
In reporting economy	77,2	344,8	506,0	399,9	145,0	50,9	76,3	6,2	88,0	221,4	59,9	50,6	93,6	204,1	-20,5	-15,8	170,7
Portfolio investment, net	200,8	72,7	114,1	-50,6	104,0	-0,5	-19,6	-12,8	-30,7	-63,6	-2,5	8,0	-3,2	2,2	-1,8	-0,7	-0,3
Assets	0,7	-0,4	-2,0	-0,5	-37,6	-0,5	-6,3	-6,3	-8,8	-21,9	-1,3	-3,0	-2,3	-6,6	-2,7	0,0	-9,3
Liabilities	200,1	73,1	116,1	-50,1	141,7	0,0	-13,2	-6,5	-21,9	-41,6	-1,2	11,0	-0,9	8,9	0,9	-0,8	9,0
Other investment, net	201,6	-100,7	-68,9	464,4	234,3	7,3	29,9	-49,8	78,7	66,1	62,9	6,2	155,0	224,1	64,5	3,3	299,7
Assets	-39,8	-117,6	-61,5	207,4	-107,1	71,7	-94,3	-16,8	-123,0	-162,4	28,2	-8,5	-25,4	-5,6	-73,7	-60,5	-139,8
Trade credits	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	0,0	0,0
Loans	-7,0	6,0	0,0	-4,7	-19,1	2,3	1,3	2,1	-1,2	4,6	-0,6	-1,2	-1,3	-3,1	-48,7	-57,5	-109,3
Currency and deposits	-35,3	-122,8	-61,8	211,3	-88,1	69,5	-95,7	-18,9	-122,1	-167,2	28,9	-7,3	-23,8	-2,2	-25,3	-2,9	-30,5
Monetary authorities	0,0	-5,7	-0,2	16,0	0,0	0,2	0,0	0,5	-0,1	0,6	0,0	0,0	0,1	0,1	0,0	0,0	0,1
General government	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	0,0	0,0
Banks	7,4	-50,1	0,7	238,5	-86,0	95,6	-58,2	-13,8	-102,1	-78,6	30,9	-3,1	-18,9	8,8	-17,8	6,8	-2,2
Other sectors	-42,7	-67,0	-62,3	-43,2	-2,1	-26,3	-37,5	-5,6	-19,8	-89,2	-2,0	-4,1	-5,0	-11,2	-7,5	-9,7	-28,4
Other assets	2,6	-0,8	0,3	0,8	0,1	0,0	0,0	-0,1	0,2	0,2	0,0	0,0	-0,3	-0,3	0,3	0,0	-0,1
Liabilities	241,4	17,0	-7,5	256,9	341,4	-64,4	124,2	-33,0	201,7	228,5	34,7	14,7	180,4	229,7	138,2	63,8	439,5
Trade credits	105,9	-17,4	-22,7	-4,4	157,6	-17,0	31,2	-66,9	92,0	39,3	65,3	11,8	-75,1	2,0	46,2	-2,9	50,3
Loans	105,0	-11,7	-93,8	241,9	69,9	-30,7	98,4	25,7	31,4	124,9	1,5	6,8	239,1	247,4	81,1	55,5	384,3
Currency and deposits	20,1	40,3	50,6	12,1	26,0	-40,1	-12,3	2,0	47,6	-2,8	-32,7	-5,2	13,7	-24,2	8,8	9,8	-5,6
Monetary authorities	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	0,0	0,0
General government	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	0,0	0,0
Banks	20,1	40,3	50,6	12,1	26,0	-40,1	-12,3	2,0	47,6	-2,8	-32,7	-5,2	13,7	-24,2	8,8	9,8	-5,6
Other sectors	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	0,0	0,0
Other liabilities	10,3	5,8	58,5	7,4	87,9	23,3	7,0	6,2	30,6	67,2	0,6	1,3	2,7	4,6	2,1	1,5	10,6
Gross official reserves (- = increase) /3	-347,9	-297,6	-101,8	51,6	-69,4	11,0	-42,6	-8,5	-1,0	-41,1	-15,5	15,2	-202,2	-202,4	14,8	12,7	-174,9
III. Errors and Omissions	-5,3	5,1	-32,8	-0,3	23,2	12,9	4,2	-15,3	-1,3	0,5	-8,0	-5,0	-19,2	-32,2	-17,6	-4,0	-53,3

Source: National Bank of the Republic of Macedonia

1/ Previous data

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

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.

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	Metal ores and metal scrabs
2006	530,0	404,0	161,0	88,9	86,5	63,8	55,3	47,0	45,0	36,4	36,0	35,1	21,2	61,3
2007	921,2	462,8	114,9	77,0	103,0	74,0	49,4	60,9	36,2	40,2	24,2	44,6	69,9	92,4
2008	870,6	485,5	204,8	83,8	112,8	65,0	78,4	61,1	62,0	70,6	38,2	51,6	23,9	151,4
2009	365,3	339,8	124,1	79,1	92,5	51,3	58,2	40,6	45,3	42,0	26,3	41,2	15,5	91,2
2010	589,2	424,4	164,9	93,5	137,3	60,0	54,8	36,4	56,7	42,4	42,6	57,8	22,4	153,5
2010 Q-1	107,3	103,7	34,1	21,2	16,6	11,2	9,4	6,7	11,8	7,4	7,9	11,2	4,0	39,2
Q-2	155,6	94,9	39,5	23,0	38,9	17,2	16,4	7,3	13,0	9,4	10,1	13,6	6,5	39,9
Q-3	159,7	113,9	49,8	26,4	41,7	17,0	17,1	10,8	19,1	12,3	11,8	13,3	6,5	36,2
Q-4	166,7	111,9	41,5	22,9	40,2	14,6	11,9	11,6	12,9	13,3	12,9	19,8	5,4	38,2
2011 Q-1	161,8	113,6	44,3	22,2	23,6	10,8	6,8	10,2	11,2	10,0	10,4	13,5	5,5	38,5
2010 I	27,9	32,1	9,6	8,4	3,5	4,2	2,3	1,6	3,3	2,4	2,2	2,5	0,8	12,6
II	36,4	34,7	13,5	5,5	4,9	3,5	2,5	2,2	5,1	1,8	2,5	4,4	1,3	12,0
III	43,0	36,8	11,1	7,2	8,3	3,6	4,6	2,8	3,4	3,2	3,1	4,3	1,9	14,7
IV	44,7	28,4	11,5	5,6	11,6	5,2	5,4	2,6	3,3	3,3	3,0	4,3	1,9	13,3
V	53,5	30,7	14,8	8,3	13,4	6,2	4,9	2,2	3,5	2,8	3,3	3,9	2,2	14,7
VI	57,3	35,9	13,1	9,0	13,9	5,8	6,1	2,4	6,2	3,3	3,9	5,4	2,4	11,8
VII	54,5	44,3	19,1	8,8	11,9	6,5	6,0	3,0	7,6	4,5	4,1	4,4	1,8	10,9
VIII	43,4	31,7	16,7	8,1	10,8	6,3	5,1	3,6	5,4	3,1	3,4	5,2	2,1	12,5
IX	61,8	37,8	14,1	9,6	18,9	4,2	6,0	4,2	6,0	4,7	4,3	3,7	2,6	12,8
X	58,3	36,5	15,6	3,5	19,9	3,6	4,8	3,5	4,9	4,6	4,5	4,8	1,8	12,7
XI	59,1	36,6	16,7	9,5	12,2	5,1	4,4	3,8	3,8	4,3	4,4	5,6	1,9	12,9
XII	49,3	38,8	9,2	9,9	8,1	5,8	2,8	4,3	4,2	4,4	4,0	9,4	1,7	12,6
2011 I	51,0	33,1	16,9	14,0	7,0	3,5	1,9	2,6	3,7	2,8	3,0	2,7	1,6	13,1
II	55,2	39,6	12,6	3,9	7,0	3,2	1,5	4,0	3,8	3,2	3,3	5,5	1,9	12,2
III	55,7	41,0	16,2	4,3	9,6	4,1	3,5	3,7	3,7	4,0	4,1	5,3	2,0	13,2
IV	67,3	36,0	22,0	2,6	13,2	5,0	4,4	3,7	3,9	4,3	3,5	4,8	1,9	12,7
V	71,6	35,1	11,4	6,9	13,6	6,8	3,2	3,2	3,0	4,1	3,5	4,1	1,7	14,5

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
2006	497,4	293,8	269,6	161,6	82,7	76,1	72,8	69,4	66,2	60,3	49,6	36,8	33,6	23,3
2007	459,0	396,4	309,3	232,1	113,2	99,7	86,9	100,8	76,0	67,7	55,8	45,9	69,2	26,4
2008	626,9	505,2	316,2	302,2	131,6	139,7	94,9	105,9	89,2	82,1	60,2	52,6	79,7	29,1
2009	444,1	215,4	277,3	212,5	130,2	123,2	101,0	87,5	81,6	80,7	53,4	50,3	58,7	29,9
2010	563,5	267,2	305,1	280,3	141,7	97,4	94,8	82,4	85,4	96,3	48,8	50,7	59,7	33,2
2010 Q-1	102,0	60,9	58,6	59,4	25,4	19,3	20,4	21,0	18,1	13,4	11,0	14,4	12,9	6,4
Q-2	137,4	75,1	83,5	88,7	34,7	24,9	23,1	19,5	23,4	28,8	12,7	11,5	16,0	10,5
Q-3	143,6	62,7	69,1	82,6	33,5	24,8	24,9	19,7	20,8	30,2	11,5	9,3	12,0	8,6
Q-4	180,4	68,4	93,9	49,5	48,1	28,4	26,3	22,3	23,2	23,9	13,6	15,5	18,9	7,7
2011 Q-1	177,2	81,8	71,8	58,5	38,7	30,1	21,3	17,8	20,4	20,4	9,8	17,0	18,5	9,3
2010 I	40,0	18,6	15,9	14,8	5,7	3,7	6,9	5,5	4,8	3,3	2,3	4,7	3,1	1,8
II	40,6	16,2	19,3	19,1	8,8	5,7	6,1	6,4	5,8	3,8	3,5	4,4	4,1	2,1
III	21,4	26,1	23,4	25,6	10,9	9,8	7,4	9,1	7,5	6,3	5,2	5,3	5,8	2,5
IV	39,9	28,9	21,0	30,7	11,5	6,8	8,3	6,2	7,5	7,9	4,2	4,8	5,8	3,5
V	41,1	25,2	29,8	29,7	11,1	7,0	7,3	6,2	7,7	9,7	4,4	3,7	5,0	3,2
VI	56,5	21,0	32,7	28,4	12,1	11,1	7,5	7,1	8,2	11,2	4,1	3,0	5,2	3,8
VII	56,7	16,3	26,0	28,0	11,5	7,8	9,4	7,2	6,8	12,7	3,7	3,6	4,2	3,4
VIII	63,5	23,2	21,1	23,3	10,5	9,9	8,2	5,5	7,0	8,7	3,8	2,8	3,0	3,2
IX	23,4	23,2	22,0	31,3	11,5	7,1	7,4	7,0	7,0	8,8	4,0	2,9	4,8	2,1
X	55,1	25,9	28,0	16,2	12,3	10,2	8,7	7,4	7,1	8,9	4,9	4,4	6,1	2,6
XI	65,2	25,8	35,2	15,9	14,2	8,7	9,0	6,1	8,4	7,2	4,6	4,6	6,3	2,4
XII	60,0	16,6	30,7	17,5	21,6	9,5	8,6	8,8	7,7	7,8	4,0	6,6	6,5	2,7
2011 I	45,9	23,0	22,1	16,7	12,0	7,2	6,8	4,7	5,6	4,7	2,4	5,4	4,9	2,5
II	72,2	31,3	22,6	20,9	12,0	11,4	7,6	6,0	6,7	6,8	3,5	6,0	7,3	3,4
III	59,1	27,5	27,0	20,8	14,7	11,5	7,0	7,1	8,1	8,9	4,0	5,6	6,3	3,3
IV	75,4	26,7	28,1	22,4	22,5	12,5	9,2	5,8	7,4	10,2	4,2	5,3	6,2	3,2
V	31,4	20,9	37,0	20,3	15,7	13,5	9,0	11,1	8,9	12,6	4,8	3,8	4,2	3,1

Source: State Statistical Office

Table 10. Foreign Direct Investments in the Republic of Macedonia by selected countries (EUR million)

Countries	Total	Austria	France	Germany	Greece	Hungary	Italy	The Netherlands	Slovenia	Switzerland	Turkey	Great Britain	Serbia
2003	100.40	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	260.70	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	77.20	-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	344.80	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	506.00	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	399.88	95.68	-2.04	4.01	6.72	-8.70	4.81	2.34	79.23	29.79	-1.50	24.82	38.02
2009	144.90	46.66	-1.93	0.69	-75.51	-2.11	3.44	104.82	129.59	16.74	-2.35	-31.77	2.10
2010	221.40	32.75	102.52	6.39	7.57	-48.95	2.15	-38.81	10.05	-17.59	7.53	57.04	-0.02
2008 Q-1	130.02	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	113.63	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	76.11	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	80.12	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	24.70	18.65	-1.75	-0.06	0.68	-0.02	2.14	31.22	1.97	5.41	-2.73	-23.81	-0.39
Q-2	71.80	19.08	0.10	-0.11	-77.00	0.00	0.17	65.58	96.58	3.66	-0.05	-27.51	0.87
Q-3	42.10	10.27	0.06	-0.11	0.46	0.00	0.10	9.00	15.59	5.51	0.30	13.12	-0.01
Q-4	6.30	-1.34	-0.35	0.97	0.36	-2.10	1.03	-0.99	15.44	2.15	0.12	6.43	1.63
2010 Q-1	50.90	5.17	75.89	-0.25	1.02	-40.00	0.58	-21.76	4.87	-17.89	1.67	13.68	-0.17
Q-2	76.30	7.49	17.85	1.90	0.38	0.00	0.83	-16.50	0.55	0.97	3.01	23.58	-0.15
Q-3	6.20	16.60	7.25	4.75	0.19	-8.40	0.52	-2.05	-1.50	-0.79	1.62	2.91	0.33
Q-4	88.00	3.49	1.53	-0.01	5.98	-0.55	0.22	1.50	6.13	0.12	1.23	16.87	-0.03
2011 Q-1	170.65	19.11	0.04	4.98	1.39	0.01	1.84	90.90	5.41	0.89	15.02	29.38	0.26

Source: National Bank of the Republic of Macedonia

Table 11. Gross external debt-stock

(EUR million)	31.12.2006	31.12.2007	31.12.2008	31.12.2009	31.03.2010	30.06.2010	30.09.2010	31.12.2010	31.03.2011
1. GOVERNMENT SECTOR	1,065.56	897.71	906.33	1,055.84	1,063.17	1,096.85	1,078.18	1,104.10	1,320.68
1.1 Short-term	0.00	0.00	0.00	0.21	0.41	0.64	0.51	0.41	1.97
1.1.1. Money market instruments	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
1.1.3. Commercial credits	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	0.21	0.41	0.64	0.51	0.41	1.97
Outstanding liabilities	0.00	0.00	0.00	0.21	0.41	0.64	0.51	0.41	1.97
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1.2 Long-term liabilities	1,065.56	897.71	906.33	1055.64	1,062.76	1,096.21	1,077.67	1,103.69	1,318.71
1.2.1. Bonds	190.38	170.49	131.62	275.57	270.06	253.86	255.53	249.48	258.02
1.2.2. Loans	875.19	727.22	771.22	777.60	790.45	840.30	820.29	852.57	1,058.64
1.2.3. Commercial credits	0.00	0.00	3.49	2.46	2.26	2.05	1.85	1.64	2.05
1.2.4. Other liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. MONETARY AUTHORITY (NBRM)	51.99	9.01	9.15	71.74	73.93	79.60	75.06	76.42	73.87
2.1 Short-term	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.1.1. Money market instruments	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
2.1.3. Currencies and deposits	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
Outstanding liabilities	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
2.2 Long-term	51.99	9.01	9.15	71.74	73.93	79.60	75.06	76.42	73.87
2.2.1. Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.2.2. Loans	42.39	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.2.2. Currencies and deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2.2.4. Other liabilities	9.60	9.01	9.15	71.74	73.93	79.60	75.06	76.42	73.87
3. BANKING SECTOR	269.88	387.85	384.07	467.75	411.41	458.32	495.56	576.49	571.81
3.1 Short-term	115.44	178.12	171.35	222.20	127.52	111.34	146.59	163.14	125.75
3.1.1. Money market instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.1.2. Loans	0.00	16.50	0.00	40.00	22.59	7.55	34.65	3.71	0.00
3.1.3. Currencies and deposits	104.70	152.26	162.46	172.84	100.52	98.92	107.58	154.96	121.47

3.1.4. Other liabilities	10.74	9.36	8.90	9.36	4.41	4.87	4.36	4.47	4.27
Outstanding liabilities	10.74	9.36	8.90	9.36	4.41	4.87	4.36	4.47	4.27
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2 Long-term	154.44	209.73	212.72	245.55	283.90	346.98	348.97	413.35	446.06
3.2.1. Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3.2.2. Loans	146.31	199.81	201.14	219.63	226.13	299.36	308.81	372.49	396.20
3.2.3. Currencies and deposits	8.13	9.92	11.58	25.92	57.77	47.63	40.16	40.85	49.86
3.2.4. Other liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. OTHER SECTORS	786.69	1,115.71	1,321.91	1417.72	1,333.53	1,461.38	1,436.04	1,562.79	1,524.26
4.1 Short-term	435.42	727.89	738.32	818.19	748.18	874.29	842.06	979.41	913.13
4.1.1. Money market instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.1.2. Loans	11.65	39.32	14.91	5.03	18.50	47.73	39.76	43.72	7.12
4.1.3. Currencies and deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.1.4. Commercial credits	349.59	567.07	621.55	694.72	607.45	695.05	665.10	779.44	750.97
4.1.5. Other liabilities	74.17	121.50	101.87	118.45	122.23	131.51	137.20	156.25	155.04
Outstanding liabilities	74.17	121.50	101.87	118.45	122.23	131.51	137.20	156.25	155.04
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.2 Long-term	351.27	387.81	583.59	599.53	585.35	587.09	593.99	583.38	611.13
4.2.1. Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.2.2. Loans	331.68	372.92	559.66	582.29	566.59	569.92	577.97	559.22	586.85
4.2.3. Currencies and deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.2.4. Commercial credits	19.59	14.54	23.57	16.88	18.38	16.79	15.63	13.31	12.36
4.2.5. Other liabilities	0.00	0.36	0.36	0.36	0.38	0.39	0.39	10.85	11.92
5. DIRECT INVESTMENTS: inter-company lending	329.30	430.77	682.70	826.37	926.96	957.58	958.13	979.53	986.86
5.1. Liabilities towards affiliated enterprises	13.16	6.11	7.40	9.48	7.56	7.61	7.66	7.68	10.17
5.2. Liabilities towards direct investors	316.14	424.66	675.29	816.89	919.40	949.97	950.46	971.85	976.69
GROSS EXTERNAL DEBT	2,503.42	2,841.05	3,304.16	3,839.43	3,809.00	4,053.72	4,042.97	4,299.33	4,477.48
Memo items									
Public debt	1,270.37	1,057.35	1,109.94	1324.39	1,342.90	1,393.00	1,377.82	1,415.55	1,651.29
Private debt	1,233.06	1,783.70	2,194.23	2515.04	2,466.1	2,660.7	2,665.1	2,883.8	2,826.2

*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
2003	46.644	39.368	7.276	65.671	31.159	34.512	21.028	28.265	77.251	81.154
2004	58.298	46.901	11.397	78.831	36.262	42.569	21.114	28.842	90.435	94.550
2005	70.524	53.297	17.227	92.725	41.617	51.108	26.120	30.675	104.477	108.724
2006	92.017	68.442	23.575	117.838	57.385	60.453	31.501	36.153	130.340	135.907
2007	128.071	97.352	30.719	155.869	87.613	68.256	37.860	47.256	166.953	175.783
2008	172.150	133.679	38.471	175.130	91.298	83.832	40.890	54.119	178.885	195.525
2009	178.196	139.197	38.998	187.587	87.073	100.513	45.952	52.223	185.984	207.262
2010	190.809	142.449	48.359	213.199	104.408	108.792	49.003	57.362	201.354	232.566
2009 Q-1	176.298	136.900	39.398	172.789	83.493	89.296	36.713	46.791	174.959	190.377
Q-2	175.164	136.884	38.280	174.596	82.972	91.624	37.348	47.635	175.763	191.949
Q-3	175.066	137.052	38.015	177.897	80.773	97.124	41.760	47.909	178.596	195.732
Q-4	178.196	139.197	38.998	187.587	87.073	100.513	45.952	52.223	185.984	207.262
2010 Q-1	180.722	140.391	40.331	192.433	89.897	102.535	43.996	50.274	187.153	210.735
Q-2	185.258	141.971	43.287	201.213	96.197	105.016	47.463	52.527	195.173	220.359
Q-3	188.609	144.577	44.032	203.658	97.744	105.914	45.724	53.772	195.366	221.884
Q-4	190.809	142.449	48.359	213.199	104.408	108.792	49.003	57.362	201.354	232.566
2011 Q-1	195.209	144.952	50.257	216.220	105.381	110.839	47.347	54.053	201.572	234.722
2010 I	178.702	139.660	39.042	189.304	87.556	101.748	46.325	49.976	186.100	208.129
II	179.611	139.771	39.840	189.768	88.087	101.681	45.039	50.745	185.808	208.271
III	180.722	140.391	40.331	192.433	89.897	102.535	43.996	50.274	187.153	210.735
IV	182.662	141.241	41.421	196.282	91.937	104.345	45.270	50.578	190.377	214.989
V	183.668	141.366	42.302	200.480	95.189	105.292	45.742	52.942	194.406	219.446
VI	185.258	141.971	43.287	201.213	96.197	105.016	47.463	52.527	195.173	220.359
VII	186.222	143.432	42.790	197.149	92.959	104.190	46.919	52.697	190.706	216.146
VIII	187.728	144.184	43.544	201.567	96.227	105.340	47.338	53.596	193.842	219.965
IX	188.609	144.577	44.032	203.658	97.744	105.914	45.724	53.772	195.366	221.884
X	189.365	145.072	44.292	206.073	99.695	106.378	48.452	53.769	197.089	224.469
XI	190.133	144.779	45.354	211.217	102.694	108.523	47.277	54.008	200.460	229.132
XII	190.809	142.449	48.359	213.199	104.408	108.792	49.003	57.362	201.354	232.566
2011 I	190.799	142.417	48.382	213.743	104.662	109.081	48.393	54.631	200.181	232.033
II	192.584	143.569	49.016	214.900	105.056	109.844	47.650	54.122	200.959	233.454
III	195.209	144.952	50.257	216.220	105.381	110.839	47.347	54.053	201.572	234.722
IV	196.874	146.645	50.229	215.044	105.271	109.773	49.891	57.172	200.884	234.416
V	199.135	147.621	51.514	218.119	106.796	111.323	50.406	58.180	203.944	238.026

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
2004	25,0	19,1	56,6	20,0	16,4	23,3	0,4	2,0	17,1	20,0
2005	21,0	13,6	51,2	17,6	14,8	20,1	23,7	6,4	15,5	17,6
2006	30,5	28,4	36,8	27,1	37,9	18,3	20,6	17,9	24,8	27,1
2007	39,2	42,2	30,3	32,3	52,7	12,9	20,2	30,7	28,1	32,3
2008	34,4	37,3	25,2	12,4	4,2	22,8	8,0	14,5	7,1	12,4
2009	3,5	4,1	1,4	7,1	-4,6	19,9	12,4	-3,5	4,0	6,0
2010	7,1	2,3	24,0	13,7	19,9	8,2	6,6	9,8	8,3	12,2
2009 Q-1	25,3	26,1	22,9	7,7	-5,1	23,2	6,4	5,2	4,0	6,6
Q-2	14,3	15,5	10,4	2,1	-12,1	19,5	-4,7	-3,6	-1,3	1,2
Q-3	6,4	8,6	-0,6	-0,3	-15,8	17,7	6,6	-4,5	-2,9	-1,1
Q-4	3,5	4,1	1,4	7,1	-4,6	19,9	12,4	-3,5	4,0	6,0
2010 Q-1	2,5	2,6	2,4	11,4	7,7	14,8	19,8	7,4	7,0	10,7
Q-2	5,8	3,7	13,1	15,2	15,9	14,6	27,1	10,3	11,0	14,8
Q-3	7,7	5,5	15,8	14,5	21,0	9,0	9,5	12,2	9,4	13,4
Q-4	7,1	2,3	24,0	13,7	19,9	8,2	6,6	9,8	8,3	12,2
2011 Q-1	8,0	3,2	24,6	12,4	17,2	8,1	7,6	7,5	7,7	11,4
2010 I	3,1	4,3	-0,8	8,8	-1,1	19,1	19,3	0,7	4,5	8,0
II	2,4	2,8	1,1	8,7	-0,3	18,0	15,4	3,8	4,6	8,0
III	2,5	2,6	2,4	11,4	7,7	14,8	19,8	7,4	7,0	10,7
IV	3,3	3,0	4,6	12,3	10,9	13,6	23,2	8,0	7,7	11,7
V	4,2	2,9	8,7	15,7	15,6	15,9	28,4	11,9	11,1	15,0
VI	5,8	3,7	13,1	15,2	15,9	14,6	27,1	10,3	11,0	14,8
VII	6,0	4,4	11,7	14,0	19,0	9,9	11,3	9,1	8,9	12,8
VIII	7,1	5,1	14,1	13,5	19,5	8,4	10,9	8,0	8,2	12,4
IX	7,7	5,5	15,8	14,5	21,0	9,0	9,5	12,2	9,4	13,4
X	8,0	5,7	16,0	13,3	19,2	8,2	7,5	9,5	8,3	12,3
XI	7,5	4,8	17,3	15,0	20,8	10,0	6,4	10,1	10,2	13,7
XII	7,1	2,3	24,0	13,7	19,9	8,2	6,6	9,8	8,3	12,2
2011 I	6,8	2,0	23,9	12,9	19,5	7,2	4,5	9,3	7,6	11,5
II	7,2	2,7	23,0	13,2	19,3	8,0	5,8	6,7	8,2	12,1
III	8,0	3,2	24,6	12,4	17,2	8,1	7,6	7,5	7,7	11,4
IV	7,8	3,8	21,3	9,6	14,5	5,2	10,2	13,0	5,5	9,0
V	8,4	4,4	21,8	8,8	12,2	5,7	10,2	9,9	4,9	8,5

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	19030	6.4	4.6	11271	6.9	5.1			
2003	19957	4.9	3.7	11828	4.8	3.6			
2004	20779	4.1	4.5	12298	4.0	4.4	9952		80.9
2005	21335	2.7	2.2	12600	2.5	2.0	9831	-1.2	78.0
2006	23037	8.0	4.8	13518	7.3	4.1	10278	4.5	76.0
2007	24139	4.8	2.5	14586	7.9	5.6	10631	3.4	72.9
2008	26228	8.7	0.4	16095	10.4	1.9	12219	14.9	75.9
2009	29923	14.1	15.0	19958	24.0	25.0	12253	0.3	61.4
2010	30225	1.0	-0.6	20553	3.0	1.4	12205	-0.3	59.4
2009 Q-1	29,540	17.5	16.5	19,653	27.6	26.3	12,799	5.1	65.1
Q-2	30,137	17.9	18.6	20,116	28.2	29.0	12,569	1.5	62.5
Q-3	29,833	13.4	14.9	19,891	23.1	24.8	11,856	-1.2	59.8
Q-4	30,183	8.3	10.6	20,172	18.1	20.6	11,829	-4.3	58.6
2010 Q-1	29,879	1.1	0.7	20,303	3.3	2.8	12,257	-4.2	60.4
Q-2	30,238	0.3	-0.8	20,554	2.2	1.1	12,401	-3.9	60.3
Q-3	30,099	0.9	-0.9	20,465	3.0	1.1	11,940	0.3	58.3
Q-4	30,688	1.7	-1.2	20,900	3.5	0.7	12,220	4.5	58.5
2011 Q-1	30,383	1.7	-2.3	20,682	1.9	-2.1	*	*	*
I 2010	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	12,285	-3.7	60.7
III	29,938	1.1	0.4	20,338	3	2.3	12,336	-3.7	60.7
IV	30,081	-0.2	-1.6	20,449	1.4	0.0	12,656	-0.6	61.9
V	30,598	1.7	1.5	20,789	3.4	3.2	12,378	-4.7	59.5
VI	30,035	-0.5	-2.2	20,424	1.8	0.0	12,170	-6.3	59.6
VII	29,827	0.3	-1.2	20,299	2.7	1.2	11,892	-0.8	58.6
VIII	30,207	1.5	-0.4	20,541	3.9	1.5	11,891	0.0	57.9
IX	30,263	0.9	-1.1	20,554	2.5	0.5	12,037	1.8	58.6
X	30,279	0.6	-2.1	20,584	2.3	-0.4	12,105	3.2	58.8
XI	30,349	1.7	-1.1	20,663	3.6	0.7	12,212	5.1	59.1
XII	31,435	2.7	-0.3	21,454	4.7	1.7	12,342	5.2	57.5
I 2011	30,902	3.2	0.0	21,029	3.4	0.2	*	*	*
II	30,032	0.9	-2.8	20,433	1.0	-2.8	*	*	*
III	30,216	0.9	-4.1	20,585	1.2	-3.8	*	*	*
IV	30,172	0.3	-4.3	20,519	0.3	-4.3	*	*	*

Source: State Statistical Office and own estimations

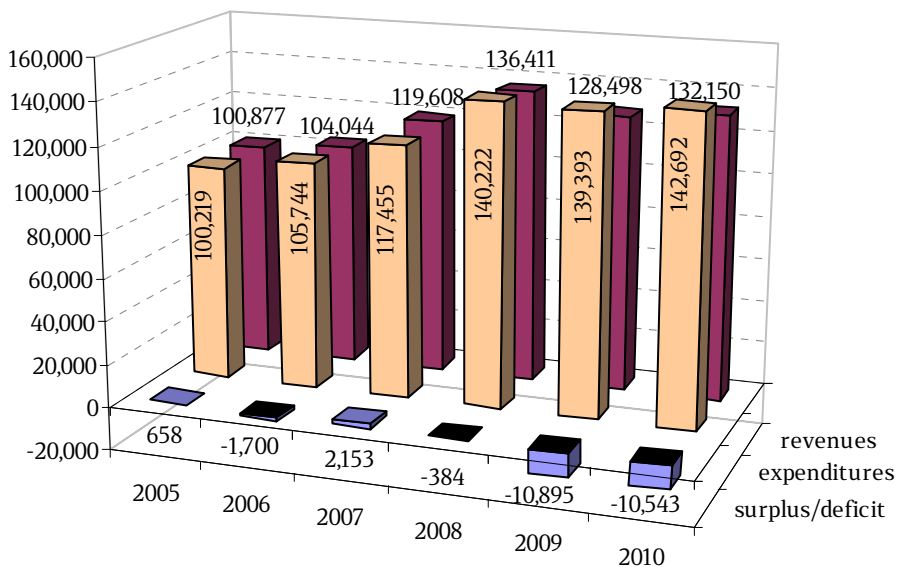
Table 14. Labor Market

	Active population			Activity rates			Labour productivity (percentage change)	Number of unemployed 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	2.5	365,402
2008	919,425	609,015	310,409	56.3	37.3	33.8	1.7	349,608
2009	928,775	629,901	298,873	56.7	38.4	32.2	-4.2	345,621
2010	938,294	637,855	300,439	56.9	38.7	32.0	-0.6	331,259
2008 Q-1	920,512	600,593	319,919	56.3	36.7	34.8	1.6	359,234
Q-2	917,566	607,125	310,441	56.2	37.2	33.8	2.3	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	-0.1	343,266
2009 Q-1	919,026	618,189	300,837	56.2	37.8	32.7	-4.1	350,254
Q-2	933,878	636,516	297,722	57.0	38.8	31.9	-6.0	348,855
Q-3	940,661	642,541	298,120	57.3	39.2	31.7	-5.5	341,729
Q-4	921,534	622,720	298,814	56.1	37.9	32.4	-1.2	341,644
2010 Q-1	925,613	615,962	309,651	56.3	37.5	33.5	-1.3	342,829
Q-2	923,323	627,129	296,194	56.0	38.1	32.1	1.7	334,752
Q-3	949,313	648,773	300,540	57.6	39.3	31.7	0.6	325,823
Q-4	954,928	659,557	295,371	57.8	39.9	30.9	-3.4	321,634
2011 Q-1	944,216	649,575	294,641	57.1	39.3	31.2	-0.3	323,061

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

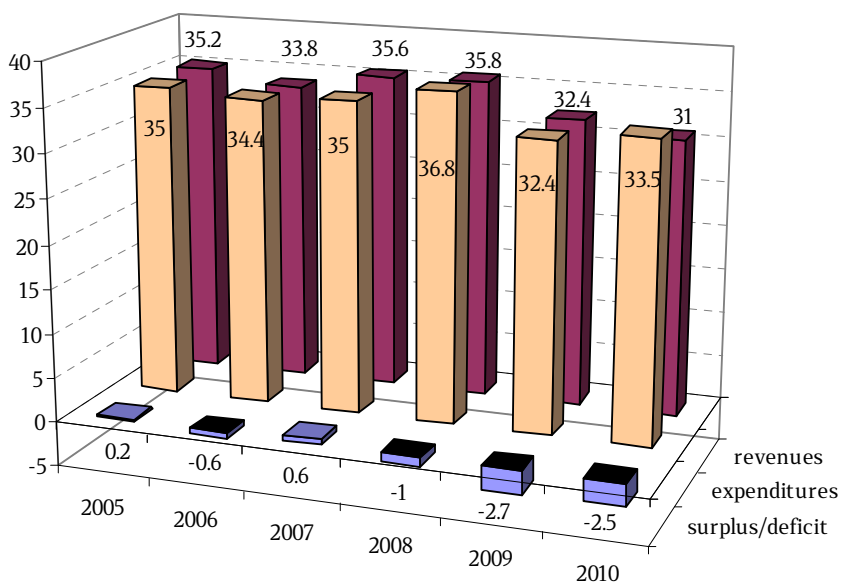
BUDGET AND FUNDS

Chart 1. Total expenditures, total revenues and surplus/deficit of the Budget of the Republic of Macedonia (Denar million)



Source: MoF

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



Source: MoF

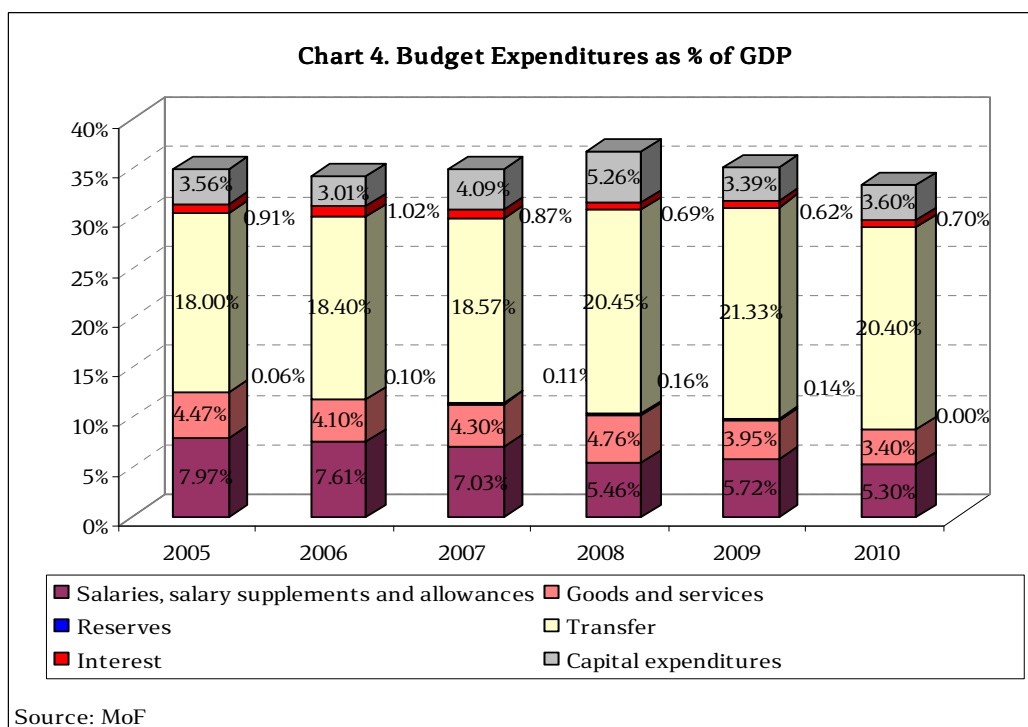
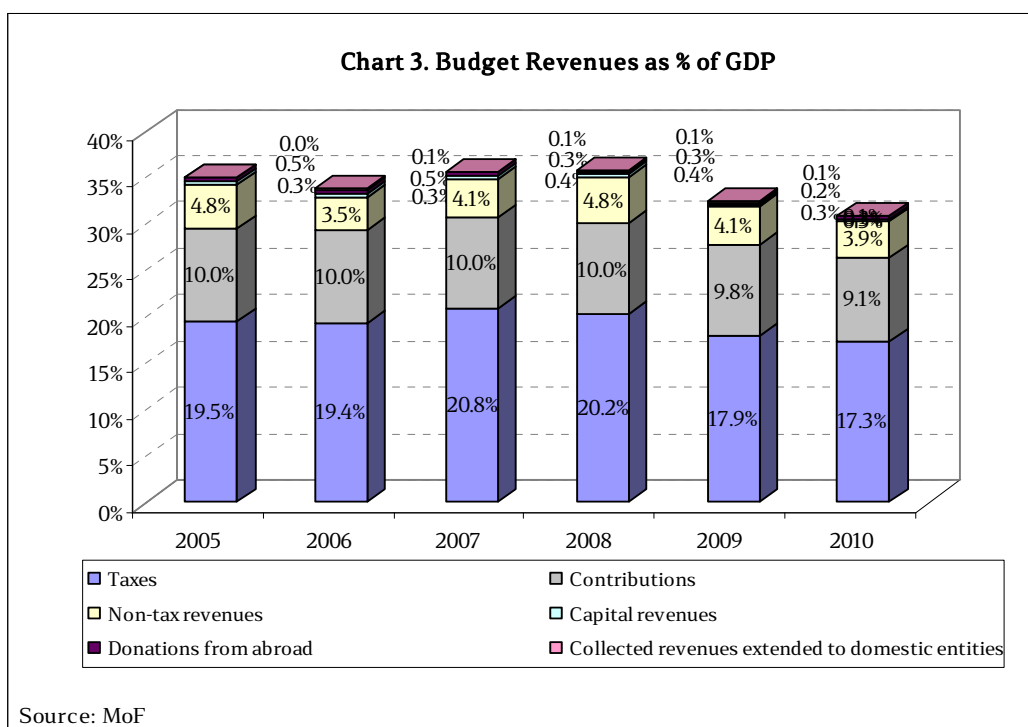


Table 1. Budget of the Republic of Macedonia (Central Budget and Funds Budgets)

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
2009	128.498	139.393	-10.895
2010	132.150	142.692	-10.543
2009 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	29.521	33.625	-4.104
Q-2	32.322	34.293	-1.972
Q-3	36.134	36.644	-510
Q-4	34.173	38.130	-3.957
2011 Q-1	31.422	35.147	-3.725
2010 I	9.248	11.566	-2.318
II	8.867	10.606	-1.739
III	11.406	11.453	-47
IV	11.266	11.924	-658
V	10.500	11.411	-912
VI	10.556	10.958	-402
VII	14.423	13.567	856
VIII	10.651	10.847	-196
IX	11.060	12.230	-1.170
X	10.735	11.868	-1.133
XI	10.572	11.512	-940
XII	12.866	14.750	-1.884
2011 I	10.339	11.005	-666
II	9.961	11.704	-1.743
III	11.122	12.438	-1.316
IV	14.545	14.222	323
V	10.911	13.959	-3.048

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
2009	128.498	71.023	38.837	16.402	1.167	833	237
2010	132.149	73.753	38.687	16.569	1.157	1.458	524
2009 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	29.520	16.186	9.109	3.703	267	200	56
Q-2	32.322	18.688	9.463	3.020	331	648	173
Q-3	36.134	19.405	9.771	6.284	227	281	166
Q-4	34.173	19.474	10.344	3.563	333	329	130
2011 Q-1	31.422	18.194	9.138	2.995	532	231	332
2010 I	9.248	5.328	2.675	1.061	112	58	14
II	8.867	4.565	3.130	1.001	85	52	35
III	11.406	6.293	3.304	1.641	71	91	7
IV	11.267	6.649	3.327	1.093	50	52	96
V	10.500	5.906	2.933	923	189	496	53
VI	10.556	6.133	3.203	1.004	92	100	24
VII	14.423	7.032	3.526	3.610	63	103	89
VIII	10.651	6.277	2.987	1.133	102	129	23
IX	11.060	6.096	3.258	1.541	62	49	54
X	10.735	6.081	3.167	1.250	87	142	8
XI	10.572	5.896	3.274	1.208	96	44	54
XII	12.866	7.497	3.903	1.105	150	143	68
2011 I	10.339	6.328	2.598	886	177	90	260
II	9.961	5.508	3.225	981	152	68	27
III	11.122	6.358	3.315	1.128	203	73	45
IV	14.545	6.937	3.481	1.633	2.384	100	10
V	10.920	6.494	3.138	1.054	35	141	58

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
2009	71.023	8.710	4.434	35.173	14.533	5.229	2.675	269
2010	73.754	8.872	3.690	37.694	14.926	4.712	3.045	815
2009 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
Q-2	18.688	2.116	623	9.734	3.542	1.772	741	160
Q-3	19.406	2.085	1.154	9.929	4.305	903	834	196
Q-4	19.474	2.560	1.034	9.827	3.939	1.084	748	282
2011 Q-1	18.194	2.242	920	9.834	3.423	809	774	192
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
IV	6.649	752	41	3.883	1.097	565	252	59
V	5.906	660	316	2.976	1.145	471	289	49
VI	6.133	704	266	2.875	1.300	736	200	52
VII	7.032	766	233	4.061	1.315	327	270	60
VIII	6.278	617	656	2.840	1.647	178	272	68
IX	6.096	702	265	3.028	1.343	398	292	68
X	6.081	726	223	3.146	1.347	347	233	59
XI	5.896	748	247	2.979	1.284	355	228	55
XII	7.497	1.086	564	3.702	1.308	382	287	168
2011 I	6.328	585	146	3.643	1.348	224	305	77
II	5.508	868	139	2.947	969	271	254	60
III	6.358	789	635	3.244	1.106	314	215	55
IV	6.937	837	816	3.491	1.143	317	276	57
V	6.494	733	414	3.328	1.363	332	269	55

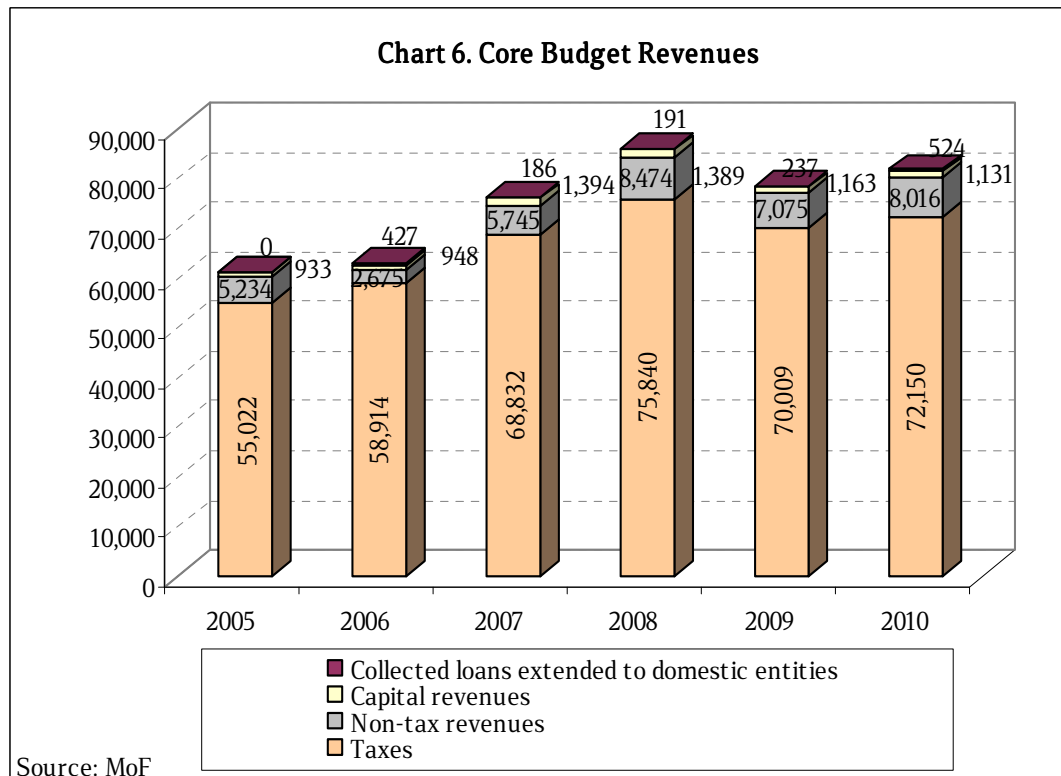
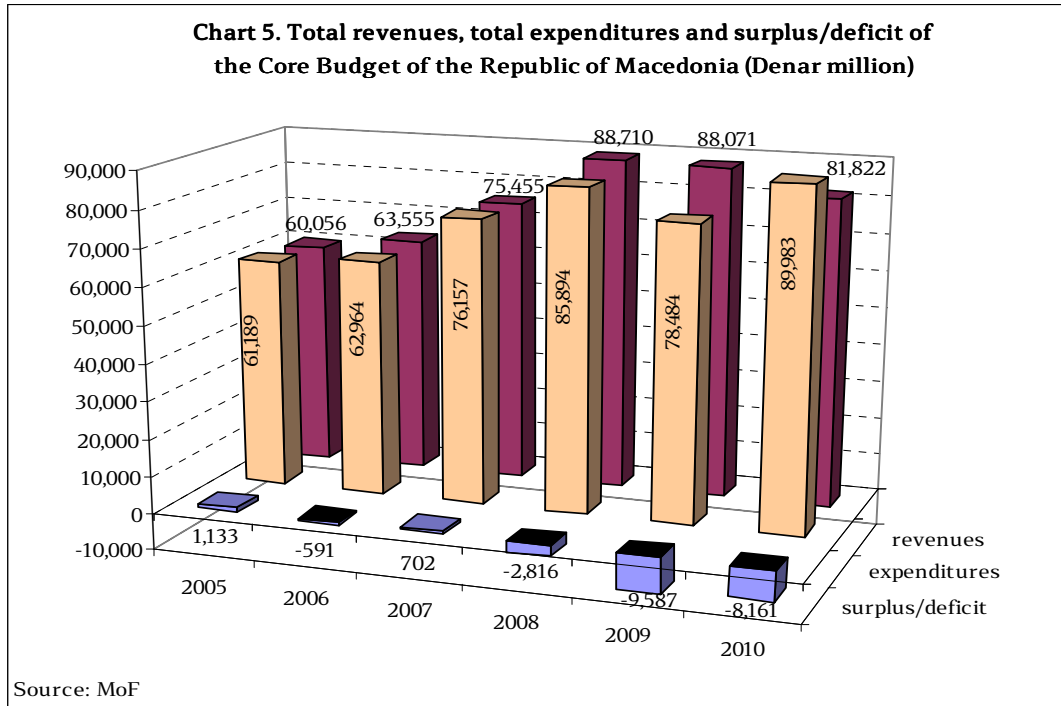
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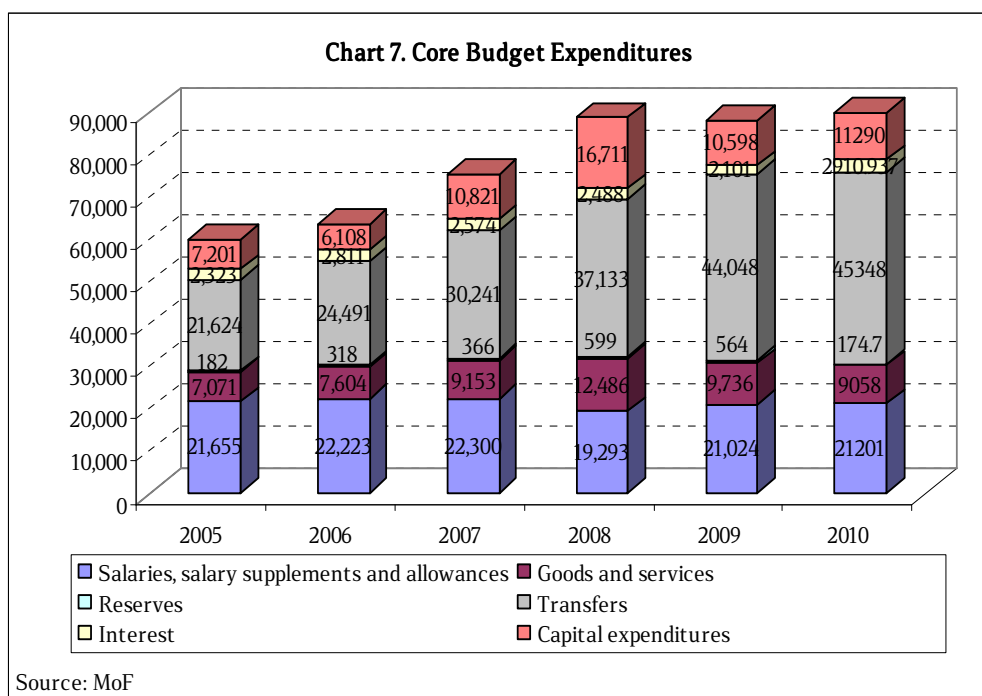
Table 4. Budget Expenditures

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
2009	139.393	22.699	15.656	564	84.601	2.445	13.428
2010	142.691	22.638	14.506	175	86.864	3.174	15.334
2009 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	3.668	60	20.687	230	3.229
Q-2	34.293	5.636	3.160	20	22.086	661	2.730
Q-3	36.644	5.588	3.753	32	20.960	1.370	4.941
Q-4	38.130	5.663	3.926	63	23.132	912	4.434
2011 Q-1	35.150	5.755	3.517	1	21.523	358	3.996
2010 I	11.566	1.916	1.113	48	7.106	69	1.315
II	10.606	1.915	1.176	5	6.447	82	981
III	11.453	1.920	1.379	7	7.134	80	933
IV	11.924	1.898	1.267	13	7.170	224	1.352
V	11.411	1.860	857	4	8.058	168	464
VI	10.958	1.878	1.036	3	6.858	269	914
VII	13.567	1.880	1.305	11	6.983	1.193	2.195
VIII	10.847	1.847	958	4	6.794	73	1.171
IX	12.230	1.861	1.490	17	7.183	104	1.575
X	11.868	1.864	1.498	1	7.067	181	1.257
XI	11.512	1.881	980	14	7.259	175	1.203
XII	14.750	1.918	1.448	48	8.806	556	1.974
2011 I	11.005	1.897	1.091	0	6.734	140	1.143
II	11.704	1.920	1.056	0	7.262	85	1.381
III	12.438	1.938	1.367	1	7.527	133	1.472
IV	14.222	1.928	1.467	56	8.285	249	2.237
V	13.959	1.917	1.274	30	9.359	184	1.195

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
2005	61.189	60.056	1.133
2006	62.964	63.555	-591
2007	76.157	75.455	702
2008	85.894	88.710	-2.816
2009	78.484	88.071	-9.587
2010	81.822	89.983	-8.161
2009 Q-1	19.469	21.791	-2.322
Q-2	19.505	22.776	-3.271
Q-3	19.430	20.624	-1.194
Q-4	20.080	22.880	-2.800
2010 Q-1	17.463	21.162	-3.699
Q-2	20.224	21.594	-1.370
Q-3	23.104	23.232	-128
Q-4	21.030	23.994	-2.964
2011 Q-1	19.439	22.644	-3.205
2010 I	5.550	7.526	-1.976
II	4.855	6.553	-1.698
III	7.058	7.083	-25
IV	7.007	7.587	-580
V	6.735	7.444	-710
VI	6.483	6.564	-81
VII	10.038	8.951	1.087
VIII	6.591	6.720	-129
IX	6.475	7.561	-1.086
X	6.570	7.569	-999
XI	6.526	7.283	-757
XII	7.934	9.142	-1.208
2011 I	6.914	7.043	-129
II	5.765	7.587	-1.822
III	6.760	8.014	-1.254
IV	10.106	9.555	551
V	6.752	9.502	-2.750

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
2010	81.822	72.150	8.016	1.131	524
2009 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 Q-1	17.463	15.845	1.301	262	56
Q-2	20.224	18.347	1.382	323	173
Q-3	23.104	18.977	3.740	221	166
Q-4	21.030	18.981	1.593	326	130
2011 Q-1	19.439	17.816	762	530	331
2010 I	5.550	5.177	250	109	14
II	4.855	4.502	236	83	35
III	7.058	6.166	815	71	7
IV	7.007	6.534	328	49	96
V	6.735	5.798	696	188	53
VI	6.483	6.015	358	86	24
VII	10.038	6.903	2.983	63	89
VIII	6.591	6.123	344	101	23
IX	6.475	5.951	413	57	54
X	6.570	5.949	558	55	8
XI	6.526	5.772	601	99	54
XII	7.934	7.260	434	172	68
2011 I	6.914	6.181	320	153	260
II	5.765	5.391	196	151	27
III	6.760	6.244	246	226	44
IV	10.106	6.817	3.199	80	10
V	6.752	6.374	295	34	49

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	61.189	55.022	5.234	933	0	5.266	651
2006	62.964	58.914	2.675	948	427	5.420	1.620
2007	76.157	68.832	5.745	1.394	186	6.199	2.298
2008	85.894	75.840	8.474	1.389	191	6.275	2.560
2009	78.484	70.009	7.075	1.163	237	5.229	2.675
2010	72.150	8.872	3.690	37.694	14.137	4.712	3.045
2009 Q-1	19.469	17.167	1.831	414	57	1.304	699
Q-2	19.505	16.065	3.134	238	68	1.316	641
Q-3	19.430	18.023	1.135	192	80	1.235	665
Q-4	20.080	18.754	975	319	32	1.374	670
2010 Q-1	15.845	2.111	879	8.204	2.976	953	722
Q-2	18.347	2.116	623	9.734	3.361	1.772	741
Q-3	18.977	2.085	1.154	9.929	4.072	903	834
Q-4	18.981	2.560	1.034	9.827	3.728	1.084	748
2011 Q-1	17.816	2.242	920	9.834	3.237	809	774
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
IV	6.534	752	41	3.883	1.041	565	252
V	5.798	660	316	2.976	1.086	471	289
VI	6.015	704	266	2.875	1.234	736	200
VII	6.903	766	233	4.061	1.246	327	270
VIII	6.123	617	656	2.840	1.560	178	272
IX	5.951	702	265	3.028	1.266	398	292
X	5.949	726	223	3.146	1.274	347	233
XI	5.772	748	247	2.979	1.215	355	228
XII	7.260	1.086	564	3.702	1.239	382	287
2011 I	6.181	585	146	3.643	1.278	224	305
II	5.391	868	139	2.947	912	271	254
III	6.244	789	635	3.244	1.047	314	215
IV	6.817	837	816	3.491	1.080	317	276
V	6.374	733	414	3.328	1.298	332	269

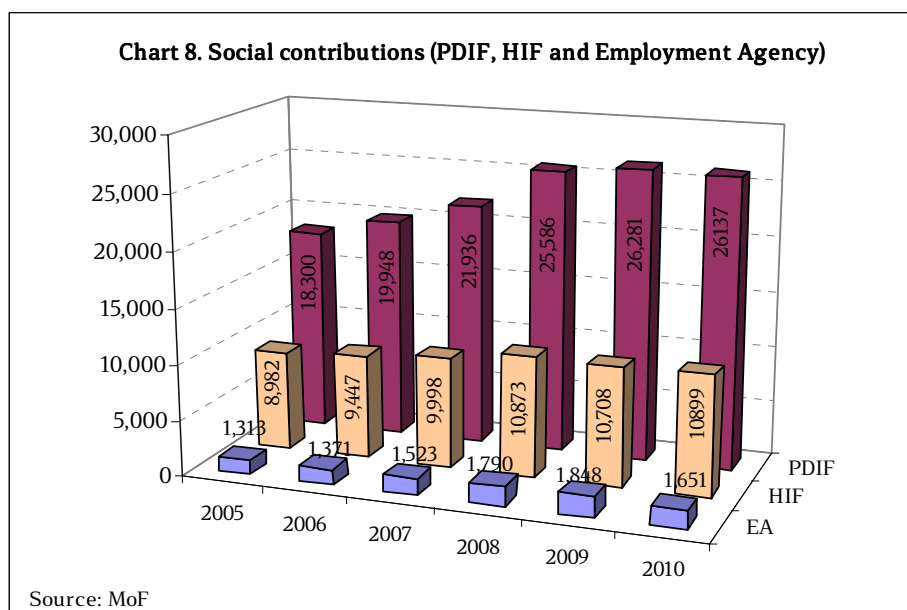
Source: MoF

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
2009	88.071	21.024	9.736	564	44.048	2.101	10.598
2010	89.983	21.201	9.058	175	45.348	2.911	11.290
2009 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 Q-1	21.162	5.396	2.530	60	10.325	205	2.646
Q-2	21.594	5.284	1.905	20	11.807	545	2.034
Q-3	23.232	5.236	2.407	32	10.750	1.353	3.454
Q-4	23.994	5.285	2.216	63	12.466	808	3.156
2011 Q-1	22.644	5.375	2.331	1	11.288	339	3.310
2010 I	7.526	1.796	974	48	3.463	67	1.178
II	6.553	1.797	700	5	3.148	81	822
III	7.083	1.803	856	7	3.714	57	646
IV	7.587	1.777	814	13	3.751	186	1.046
V	7.444	1.742	475	4	4.691	95	437
VI	6.564	1.765	616	3	3.365	264	551
VII	8.951	1.765	897	11	3.542	1.193	1.543
VIII	6.720	1.730	588	4	3.493	73	832
IX	7.561	1.741	922	17	3.715	87	1.079
X	7.569	1.742	974	1	3.676	145	1.031
XI	7.283	1.758	532	14	4.001	110	868
XII	9.142	1.785	710	48	4.789	553	1.257
2011 I	7.043	1.771	754	0	3.450	140	928
II	7.587	1.794	642	0	3.970	84	1.097
III	8.014	1.810	935	1	3.868	115	1.285
IV	9.555	1.801	1.027	56	4.676	216	1.779
V	9.502	1.785	848	30	5.839	115	885

Source: MoF

FUNDS


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
2009	26.281	10.708	1.848	38.837
2010	26.137	10.899	1.651	38.687
2009 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 Q-1	6.162	2.547	400	9.109
Q-2	6.385	2.678	400	9.463
Q-3	6.613	2.746	412	9.771
Q-4	6.977	2.928	439	10.344
2011 Q-1	6.188	2.562	388	9.138
2010 I	1.821	728	126	2.675
II	2.109	887	134	3.130
III	2.232	932	140	3.304
IV	2.240	946	141	3.327
V	1.979	830	124	2.933
VI	2.166	902	135	3.203
VII	2.392	986	148	3.526
VIII	2.022	839	126	2.987
IX	2.199	921	138	3.258
X	2.138	895	134	3.167
XI	2.211	924	139	3.274
XII	2.628	1.109	166	3.903
2011 I	1.766	723	109	2.598
II	2.180	907	138	3.225
III	2.242	932	141	3.315
IV	2.351	981	149	3.481
V	2.126	878	134	3.138

Source: MoF

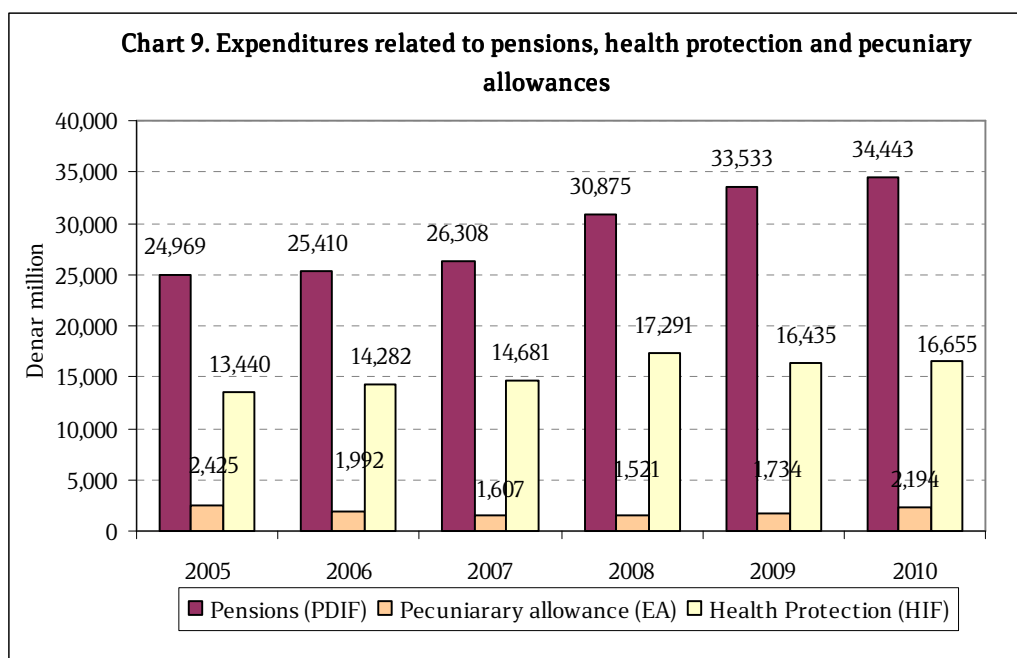


Table 10. Expenditures related to pensions, health protection and pecuniary allowances

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
2009	33.532	16.435	1.734
2010	34.443	16.655	2.194
2009 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
Q-2	8.607	4.166	525
Q-3	8.581	4.274	518
Q-4	8.783	4.299	656
2011 Q-1	8.725	4.173	488
2010 I	2.802	1.321	174
II	2.825	1.281	160
III	2.845	1.314	161
IV	2.874	1.504	189
V	2.865	1.340	159
VI	2.868	1.322	177
VII	2.846	1.426	176
VIII	2.873	1.389	172
IX	2.862	1.459	170
X	2.977	1.331	217
XI	2.896	1.349	255
XII	2.910	1.619	184
2011 I	2.892	1.374	155
II	2.860	1.351	154
III	2.973	1.448	179
IV	2.986	1.428	209
V	2.958	1.426	169

Source: MoF

ATTACHEMENT

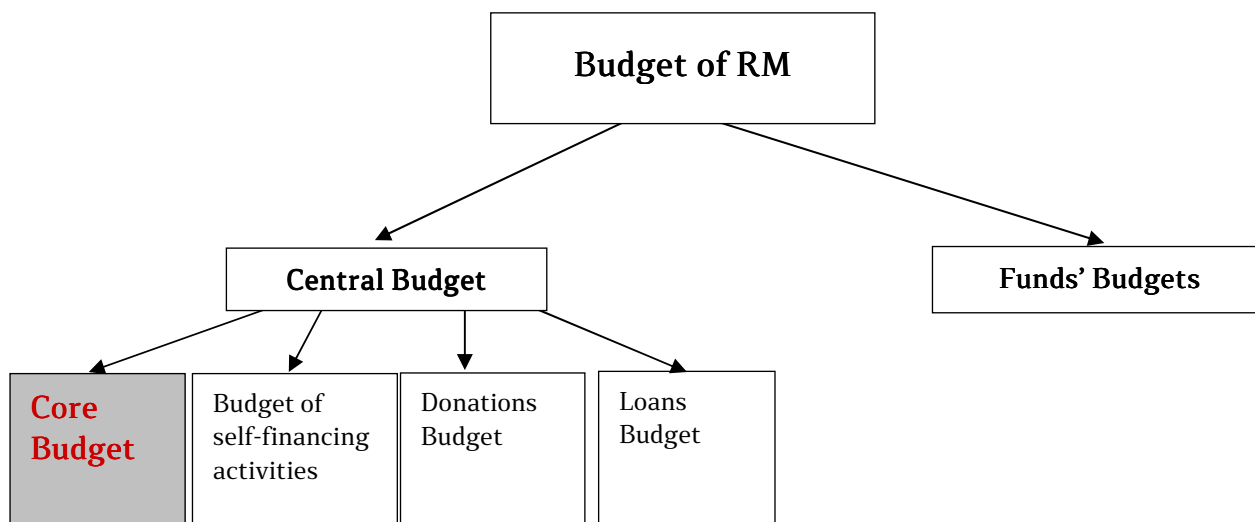
METHODOLOGY OF FISCAL TABLE OF THE BUDGET OF THE REPUBLIC OF MACEDONIA

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

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

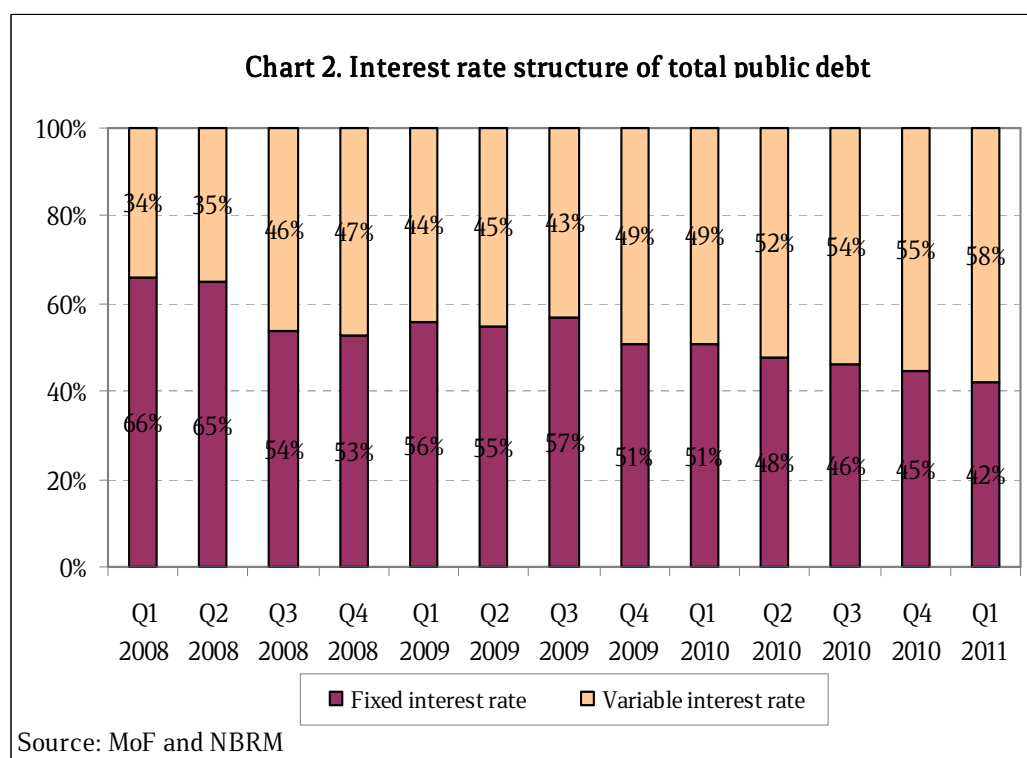
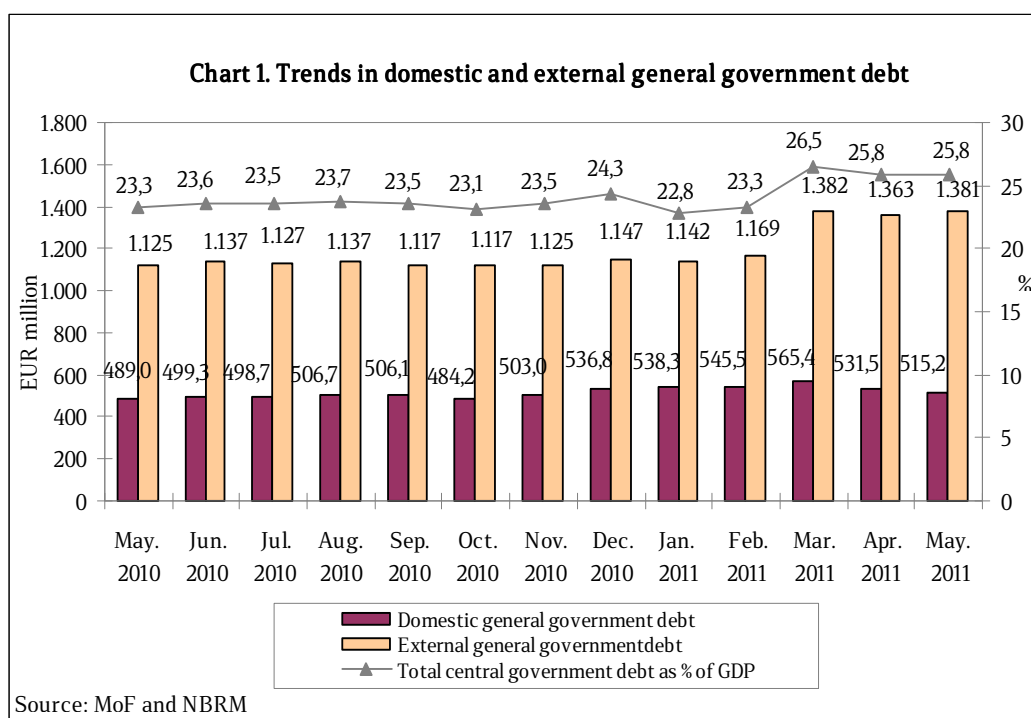


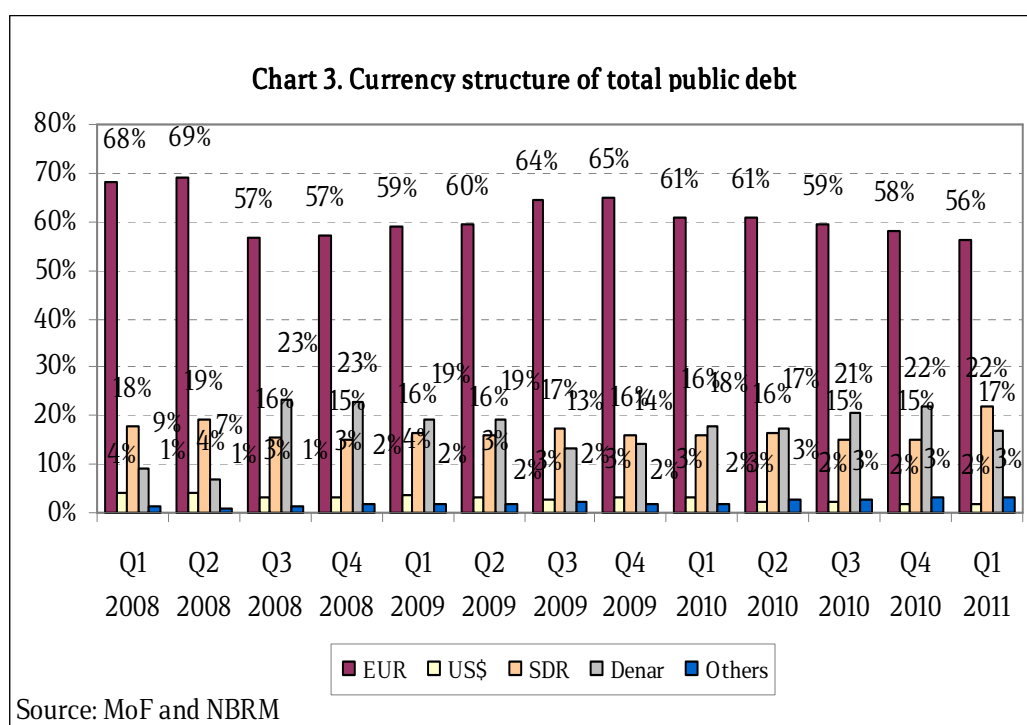
PUBLIC DEBT

Table 1. Central Government Debt

(EUR million)	Dec. 2007	Dec. 2008	Dec. 2009	Dec. 2010	Jan. 2011	Feb. 2011	Mar. 2010	Apr. 2011	May .2011
EXTERNAL CENTRAL GOVERNMENT DEBT*	877,2	921,3	1105,3	1173,8	1168,9	1169,2	1160,3	1147,9	1380,8
Central Government	841,8	886,7	1074,4	1146,5	1141,6	1141,9	1134,9	1122,5	1355,4
Public Funds	35,4	34,6	30,9	27,3	27,3	27,3	25,5	25,5	25,5
DOMESTIC CENTRAL GOVERNMENT DEBT	552,8	465,5	491,6	536,8	538,3	545,5	565,4	531,5	515,2
Structural bonds	396,4	343,5	282,4	226,1	225,3	224,5	231,1	205,4	204,4
Bond for selective credits	17,0	16,9	16,9	16,9	16,9	16,9	16,9	16,9	16,9
Stopanska Bank Privatization Bond	60,1	51,5	42,9	34,3	34,3	34,3	32,2	32,2	32,2
Bond for old foreign exchange savings	203,9	152,9	101,9	51,0	51,0	51,0	51,0	25,5	25,5
Denationalisation Bond (I- IX issue)	115,4	122,2	120,7	124,0	123,1	122,4	131,1	130,8	129,9
Continuous Government Securities	156,5	122,0	209,2	310,6	313,0	321,0	334,3	326,1	310,9
TOTAL CENTRAL GOVERNMENT DEBT	1430,0	1386,8	1596,9	1710,6	1707,1	1714,8	1725,7	1679,4	1896,0
GDP**	5965,0	6720,0	6677,0	6919,0	7376,0	7345,0	7345,0	7345,0	7345,0
External central government debt as % of the total central government debt	61,3	66,4	69,2	68,6	68,5	68,2	67,2	68,4	72,8
Domestic central government debt as % of the total central government debt	38,7	33,6	30,8	31,4	31,5	31,8	32,8	31,6	27,2
Total central government debt as % of GDP	24,0	20,6	23,9	24,7	23,1	23,3	23,5	22,9	25,8

Source: MoF




Table 2. Disbursement on the basis of external debt

EUR million	Jan-Mar2011 realization	Projected disbursements Jan-Mar 2011	Realization of disbursement 2011
Total public debt	264.5	264.8	99.9%
General government debt	17.9	15.6	114.9%
Central government debt	17.9	15.6	114.9%
Official creditors	12.6	15.6	80.9%
Multilateral creditors	9.4	15.0	62.8%
IBRD	7.7	10.8	71.2%
IFAD	0.0	0.0	-
CEDB	1.7	0.5	340.0%
EBRD	0.0	2.0	0.0%
EIB	0.0	1.7	0.0%
Bilateral creditors	3.2	0.6	531.0%
Private creditors	5.3	0.0	-
Public enterprises	246.7	249.2	99.0%
Official creditors	246.7	249.2	99.0%
Multilateral creditors	246.6	247.2	99.7%
IBRD	1.5	3.0	50.7%
EBRD	0.5	6.0	8.5%
EIB	23.3	17.0	137.1%
IMF	221.2	221.2	-
Bilateral creditors	0.1	2.0	4.4%
Private creditors	0.0	0.0	-

Source: MoF

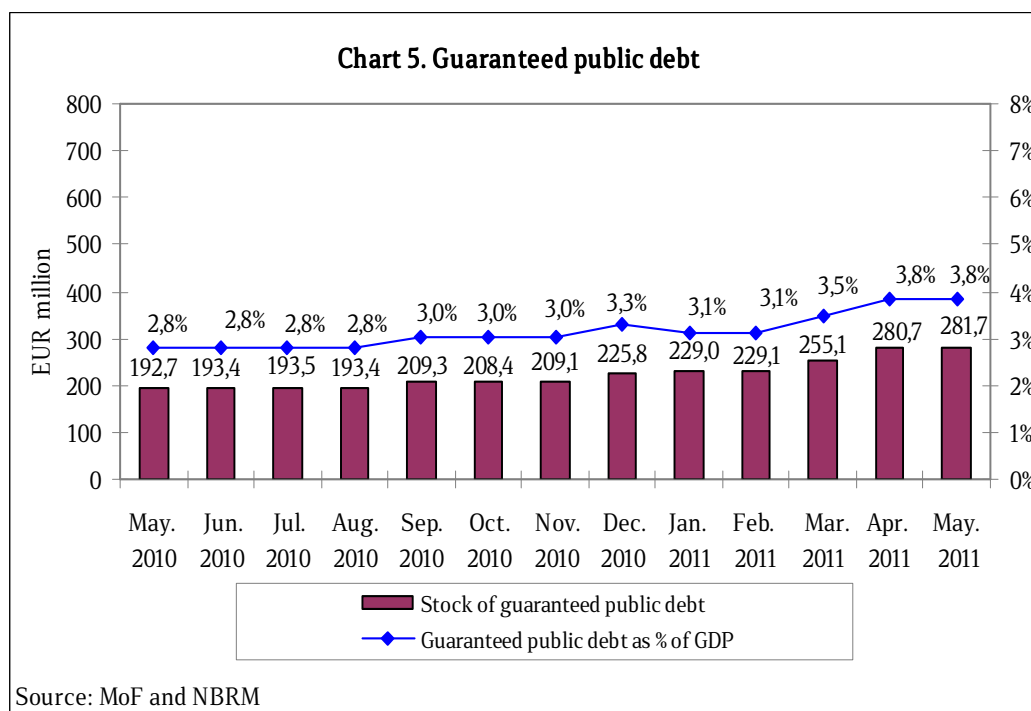
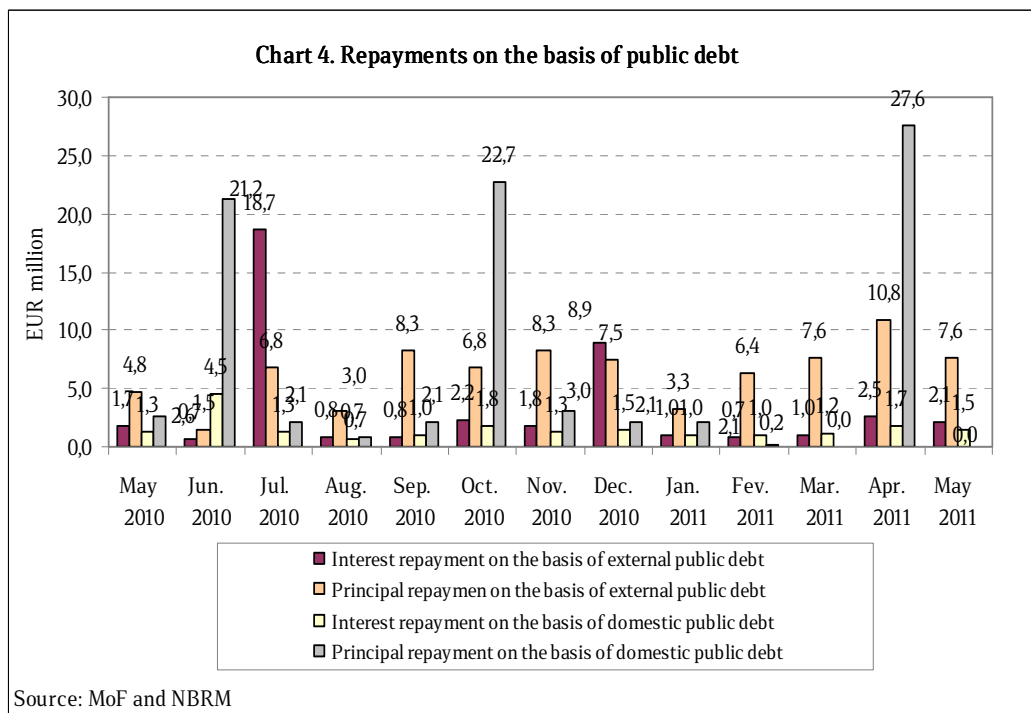


Table 3. Results of Auctions of GS

Results of Auctions of GS					
	May 2011				
Denotement	Д32011/09-91	Д32011/09-182 дк	Д32011/10-91	Д32011/11-91 дк	Д32011/10-182 дк
ISIN code	MKMINFDZB095	MKMINFDZB090	MKMINFDZB103	MKMINFDZB111	MKMINFDZB108
Type of tender	Tender with amounts	Tender with amounts	Tender with amounts	Tender with amounts	Tender with amounts
Date/year of maturity	91	182	91	91	182
Auction date	03.05.2011	03.05.2011	23.05.2011	23.05.2011	23.05.2011
Date of maturity	03.08.2011	02.11.2011	24.08.2011	24.08.2011	23.11.2011
Exchange rate Den/EUR	/	61.5125	/	61.5361	61.5361
Interest rate	4.20%	4.10%	4.20%	4.10%	4.10%
Price	98.9495	97.9693	98.9495	98.9742	97.9693
Offer	2.100.000.000	100.000.000	675.000.000	485.000.000	300.000.000
Demand	2.006.250.000	893.200.000	675.000.000	485.000.000	141.000.000
Realization	2.006.250.000	893.200.000	675.000.000	485.000.000	141.000.000

Source: MoF

Table 4. Interest rate of GS with a currency clause

Interest rate of GS with a currency clause			
	3-month	6-month	12-month
May 2010		4,99	
June 2010		4,99	
July 2010		4,70	
August 2010		4,70	
September 2010		4,40	
October 2010		4,40	
November 2010		4,30	
December 2010		4,30	
January 2011		4,15	
February 2011		4,10	
March 2011	4,10	4,10	
April 2011	4,10	4,10	
May 2011	4,10	4,10	

Source: MoF

Table 5. Interest rate of GS without a currency clause

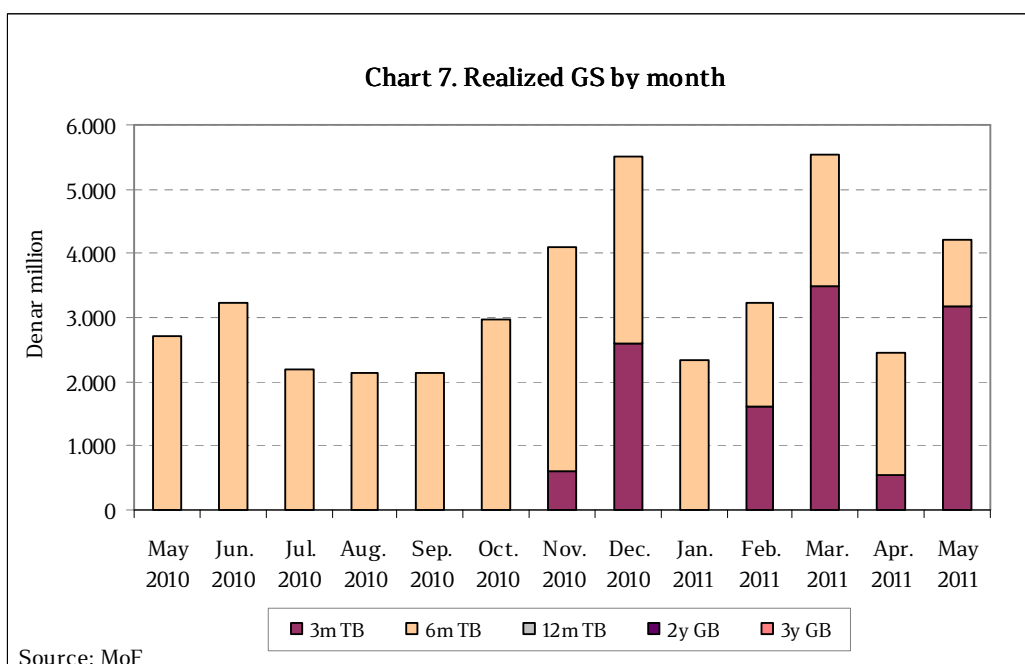
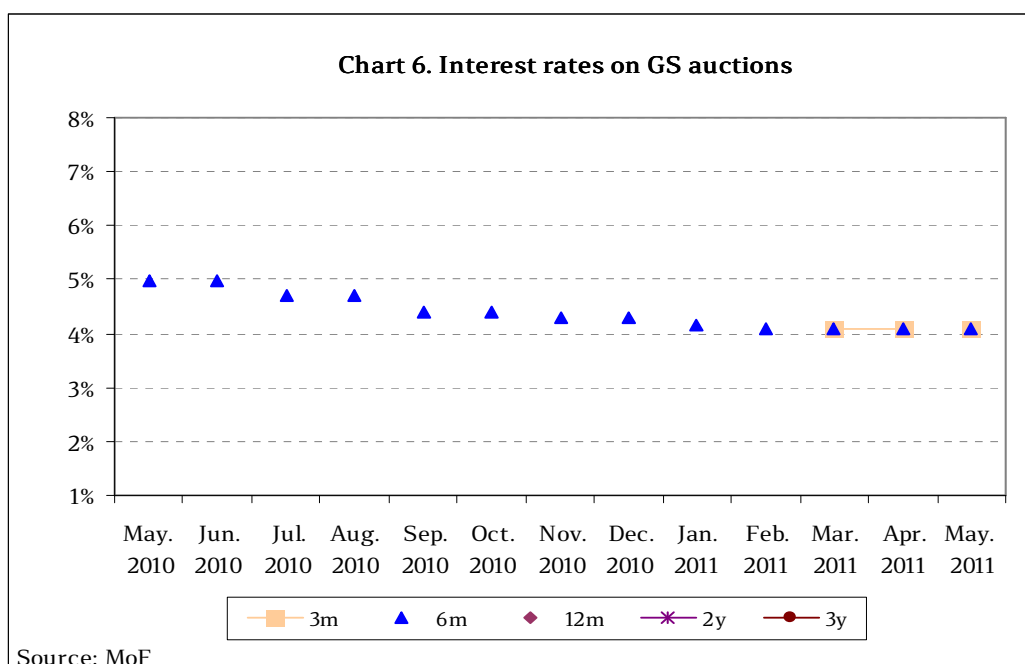
Interest rate of GS without a currency clause			
	3-month	6-month	12-month
May 2010			
June 2010			
July 2010			
August 2010		5,00	
September 2010		4,70	
October 2010		4,70	
November 2010	4,50	4,50	
December 2010	4,46		
January 2011		4,30	
February 2011	4,20		
March 2011	4,20	4,30	
April 2011		4,30	
May 2011	4,20		

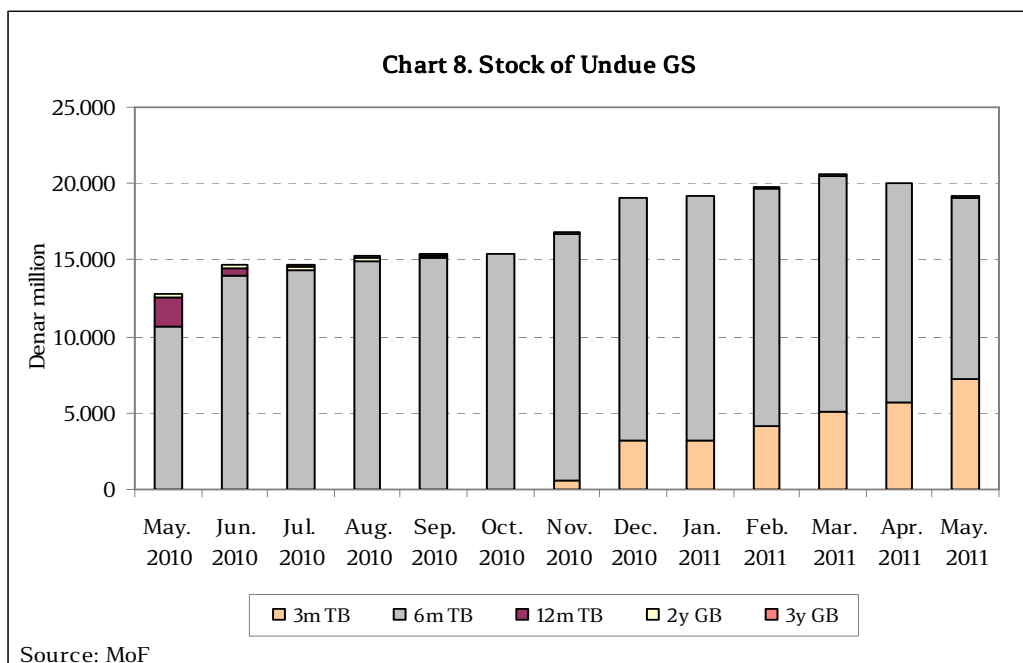
Source: MoF

Table 6. Net issue of continuous government securities and structural bonds

	EUR million	Q1 2010	Q2 2010	Q3 2010	Q4 2010	Q1 2011	Apr. 2011	May 2011
I	Net issue of government securities	-0,40	10,41	3,52	20,05	3,27	6,17	-14,09
1	1-month GS	0,00	0,00	0,00	0,00	0,00	0,00	0,00
2	3-months GS	-17,09	0,00	0,00	17,07	5,59	22,84	25,09
3	6-months GS	16,71	19,32	6,26	3,98	-2,26	-16,67	-39,18
4	12-months GS	-0,03	-6,88	-2,49	0,00	0,00	0,00	0,00
5	2-year government bond	0,00	-0,87	-0,24	-1,00	-0,06	0,00	0,00
6	3-year	0,00	-1,17	0,00	0,00	0,00	0,00	0,00

Source: MoF





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.