

Solomon Islands: Tax Summary and Statistical Appendix

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SOLOMON ISLANDS

Tax Summary and Statistical Appendix

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Approved by Asia and Pacific Department

July 2, 2007

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TAX SUMMARY¹

I. DIRECT TAXES

Taxation of Individuals

Nature of Tax: Residents are taxed on their worldwide income. Nonresidents are taxed on income sourced from the Solomon Islands. The tax year is the calendar year.

Chargeable Income is income according to ordinary concepts and includes income from business, employment, lease and rent, dividends, interest, discounts, pensions, charges, annuities, and alimony received. Income from employment includes wages, salaries, other cash allowances, benefits-in-kind, and any private expenditure either paid for or reimbursed by an employer. Certain costs borne by an employer are excluded from employment income, such as employee home passage, medical services, and contributions paid to an approved pension fund. Many types of income are subject to presumptive or final taxes. These, with few specific exceptions, include income from employment, dividends, and interest. As such with effect from January 1, 2006, most employees or those individuals not in business are not required to lodge income tax returns.

Resident Individuals	Rates (in percent)
Up to \$15,000	11
\$15,001–\$30,000	23
\$30,001–\$60,000	35
\$60,001 and up	40

Exemptions and deductions: Normal business expenses are deductible against chargeable income. A \$7,800 personal exemption applies to both resident and nonresident individuals. This general exemption is subject to apportionment on a pro-rata basis should the individual commence work part way through the year. In addition, the first \$5,000 of interest income on deposits made with any savings bank or on fixed deposit accounts with any bank in the Solomon Islands are excluded from chargeable income. Alimony payments are also deductible against chargeable income. Residents are able to claim foreign tax credits for any overseas income tax.

Taxation of Companies

Nature of tax: Tax is payable on the worldwide income of a resident company, whereas a nonresident company is taxed on income accrued in or derived from the Solomon Islands.

¹ As of June 2007.

The tax year is the calendar year, although any person may apply for a substituted accounting period.

Companies incorporated in the Solomon Islands are residents. Resident companies are taxed at a flat rate of 30 percent, with nonresident companies being subject to a 35 percent tax rate. To prevent the double taxation of corporate profits, a deduction is allowed for any dividend paid where dividend withholding tax has been correctly deducted and remitted. The rate of dividend withholding tax for a resident company or individual shareholder is 20 percent with 30 percent applying to a nonresident or a resident body of persons other than a corporation. The withholding tax deducted is final for a nonresident, a resident body of persons other than a company, and a resident individual where the total amount of dividends, directors fees, and interest income for the year is less than \$10,000.

A provisional payment system for income tax applies to companies and businesses. Quarterly payments of taxes are made in the current year, based on the assessed income of the previous year. Such payments are credited against the tax for the year when the annual assessment is made. For those taxpayers in a loss situation, a turnover tax of 0.5 percent of gross income applies. The maximum of income tax payable for these taxpayers is \$20,000.

Exemptions and deductions: Both resident and nonresident investors undertaking commercial, economic, industrial or professional activity in the Solomon Islands may apply to the Commissioner of Inland Revenue for an exemption from income tax. Depending upon the type of enterprise, the tax holiday may be for periods ranging from three to ten years. Strict criteria apply, with the benefits and costs to the national interest of the country being the chief consideration. Where the original investor proposes additional investment to the value of \$10,000,000 or more, and has satisfied the conditions stipulated in relation to the original investment, the Commissioner may grant a further tax holiday of up to five years. Rural community developments with investment of \$5,000,000 or more may also qualify for tax holiday. The Commissioner may also grant full or partial exemptions from income tax for certain activities:

- Tourist hotels, resorts and other tourist oriented projects (5 years);
- Export projects (3 to 6 years);
- Agricultural, forestry, animal husbandry and fisheries activities (profits for 5 of 10 years);
- Factory construction (40 percent depreciation in year one, then 5 percent per year thereafter);
- 200 percent deduction for costs of higher education courses (local and overseas) and apprentices at the Solomon Islands College of Higher Education; and
- 150 percent deduction for inter-provincial transport costs of raw material and qualifying products.

The Minister of Finance also has the discretion to exempt any income or class of income by way of Order.

Statutory exemption from income tax applies to a range of government, quasi government, nonprofit, religious and sporting bodies.

Losses are able to be carried forward for five years and be set off against future profits if majority shareholding remains unchanged. Bond issues are exempt until the amount capitalized is distributed. Business license fees paid to provinces may be claimed as a deduction or treated as prepayments of income tax. Accelerated depreciation is provided for capital expenditure in timber and mining operations, while certain expenditures on agricultural development, including for coconuts, palm oil, and cocoa, can be written off in full in the year they are incurred.

Social Security Contributions

Nature of tax: Compulsory social security scheme for all public and private employees. A total of 7.5 percent of earnings is paid by the employer, and 5 percent by the employee.

Capital Gains Tax

None, except for business assets.

Withholding Taxes

Certain payments made to both resident and nonresident taxpayers are subject to withholding taxes. The list below specifies the nature of the payment subject to withholding tax. The payer is required to withhold the specified percentage of gross payment and forward such to the Commissioner on behalf of the payee. Depending on the circumstances of the taxpayer, the withholding tax may be deemed final or interim.

	Rates (in percent)
Companies incorporated in the Solomon Islands	30
Other companies	35
Residents:	
Income from contracting	7.5
Royalties	10
Fishing operations	10
Lease of property	10
Sale of marine products	10
Stevedoring services	15
Nonresidents:	
Interest	15
Professional Services	20
Royalties	15
Income from contracting	7.5
Income from ships and aircraft	5
Insurance premiums	15
Film rental	5
Remuneration to pole and line or long-line fishermen	10
Remuneration to Purse Seiner fishermen	15
Lease income	As provided by the Minister
Interest paid overseas by a mining company	35
Management services	

Dividend Taxes	Rates (in percent)
Residents	20
Nonresidents	30

II. INDIRECT TAXES

Excise Duties

Nature of tax: An excise duty is levied on plugs, twist, fig, stick, cake, and coarse cut tobacco, and on beer and cigarettes produced in Solomon Islands. Imported excisable goods pay import duties at the following specific rates:

	Rates
Beer	\$4.00 per liter
Tobacco	\$40.00 per kg.
Cigarettes	\$0.185 per stick or \$277.00 per kg for cigarettes containing tobacco with a tar content more than 16 milligrams per cigarette.

Goods Tax

Nature of tax: Imposed and levied on the final wholesale price of goods that are produced domestically or imported, whether new or used. Manufacturers and wholesale merchants are required to register with the Inland Revenue and are obliged to calculate the tax payable, charge and collect the tax from customers, and pay the tax to the Inland Revenue Division each month. Nonregistered importers, or those that choose not to quote their registration on import documentation, pay Goods Tax before goods are cleared by Customs. The value for Goods Tax in these cases is 130 percent of the sum of the Cost-in-Freight Customs value and the Customs duty.

	Rates
Imported goods	15
Locally manufactured goods	10
Rice	5

Exemptions and deductions: Exemption from Goods Tax applies to the following goods.

- Drugs and medicine, and surgical tools;
- Educational, scientific and religious goods, works of art and antiques;
- Goods for use by governments, representatives of governments, and public bodies;
- Goods manufactured and sold by small businesses;
- Containers; and
- Miscellaneous: contraceptives, goods designed for use by disabled people, secondhand goods, goods purchased for export, coffins, bird food, aquatic and marine food, coins, goods used as aids to manufacture, safety equipment, aircraft, buses, flags, awards, and fire equipment.

The Minister of Finance has by way of Order discretion to exempt specific goods from goods tax. Official guidelines have been released setting out the criteria for exemption applications. The guidelines approved by the Minister of Finance in June 2006 state that exemptions will be assessed on the benefits and costs to the national interest and requires that details of all exemptions granted be Gazetted. Both the Inland Revenue Division and Customs Division have established Exemption Committees to consider applications and provide advice to the Minister.

Import Taxes

Nature of tax: Levied at an *ad valorem* rate on the c.i.f. value of imports, although specific rates apply on alcoholic beverages, tobacco products, and fuel.

	Rates (in percent, unless otherwise noted)
Foodstuff	0–10
Minerals, fuels	0–10, plus specific rates
Chemicals	5–10
Machinery and transport equipment	5–10
Domestic products	0–10
Beer	\$10 per liter
Cigarettes	\$0.42 per stick
Tobacco and cigars	\$500.00 per kg

Exemptions and deductions: Based on the national interest exemption from import duties may be considered for imports of capital inputs for: (i) new businesses commencing in the Solomon Islands; (ii) modernization or expansion of existing business activities; and (iii) rural community development. The following imports are also exempt:

- Goods for all levels of government but excluding certain consumable goods;
- Goods imported under diplomatic and similar privileges, or under memoranda of understanding or agreements with foreign governments and international organizations or between the Solomon Islands Government and private companies;
- Aircraft parts and equipment, aircraft fuel, and lubricants for use in foreign aircraft;
- Containers, coverings, packages, etc;
- Cultural and educational articles; health goods for relief work and charity; fire fighting equipment; goods for volunteer organizations; marine and port equipment; fuel and life-saving equipment; religious goods; scientific and meteorological equipment; goods for telecommunications systems;
- Commercial fishing gear and equipment;
- Most capital goods and agricultural equipment;
- Raw materials and industrial imports to manufacturing;
- Goods imported for Rural Community Development Projects that are fully funded from Rural Community Development funds;
- Goods for tourism or imported under investment incentives;
- Goods imported by armed forces, demolition explosives and machinery, clothes and accessories required for civil servants; and
- Medals and decorations; uniforms and insignias of youth organizations; advertising samples; portraits, films, recordings for personal use.

Partial exemptions (where the duty rate is reduced to 2 percent) applies to goods for direct use in agriculture, horticulture, fishery, forestry and mining, and to certain inputs to particular processing operations. In addition to the above, applications for *ad hoc* exemptions from import or export duty are considered by a committee that makes recommendations to the Minister for Finance for decision.

Sales Tax

Nature of tax: A sales tax is levied at the retail level for specified services.

	Rates (in percent, unless otherwise noted)
Local and overseas telecommunications	10
Restaurant services	10
Tickets for overseas travel	\$10
Tickets for domestic air travel	\$10
Tickets for domestic sea travel	10
Hire of video	\$2 per tape
Movie tickets	\$0.50 per ticket
Accounting, legal, and security services	10
Motor vehicle rental	10
Real estate agency services	10
Professional services	10
Petroleum and diesel	\$0.1 per liter
Video equipment hires	10
Computer equipment hires	10
Hire of vessel and aircraft	10
Hire of plant machinery and equipment	10
Electronic repairs and equipment	10
Hairdresser and barber shops including beauty parlors	10
Casinos	\$5 per entrance
Laundry services	10
Tire services	10

Export Taxes

Nature of tax: Levied only on various land and marine fauna shells, gold, metal scrap, logs and lumber, fish, and various agricultural products. The valuation base is the f.o.b. price or value of the export, except in the case of timber and some fish where the value for duty is a “determined value” adjustable from time to time.

Exemptions and deductions: Spices, coconut, palm oil, canned fish, rice, some shells, copra, biscuits, beer, and manufactured tobacco. Exemptions for export taxes on logs are granted on a case-by-case basis. Recently, the Minister of Finance announced the revocation of some logging duty exemptions.

	Rates (in percent, unless otherwise noted)
Trochus, green snail and black lip shells	30
Gold	5
Metal scrap—nonferrous	\$1.5/metric ton
Metal scrap	15
Timber logs:	
If valued up to \$500/m ³	25 percent (of the determined value)
If valued between \$550–850/m ³	\$137.50 plus 40 percent of difference
If valued more than \$850/m ³	\$257.50 plus 60 percent of difference
Fresh, chilled, or frozen fish (some)	5
Dried, salted, smoked or cooked fish	20
Various other agricultural, forest, marine products	

III. OTHER TAXES AND CHARGES

Business Licenses

Nature of tax: Annual levy payable by retail traders at various rates.

Other Licenses

Nature of tax: Licenses on motor vehicles, driving permits, fishing vessels, work permits, and firearms.

Motor vehicles	Specific rates according to engine displacement and weight varying from \$150 to \$2,500
Driving license	\$75
Dealer license	\$10,000
Work permits application	\$200, and upon approval \$500 for two years

Stamp Duties

Nature of tax: Levied on agreements, insurance policies, bills of sales and exchange, promissory notes, and various property and title transfers. Some are *ad valorem*, some specific. The duty varies from \$50 on any instrument, and between 2.0–4.0 percent depending on the value of property.

Exemptions and deductions: Bills of exchange by any bank for government purposes.

Table 1. Solomon Islands: Summary of Real Sector Indicators, 2000–06

	2000	2001	2002	2003	2004	2005	Est. 2006
Real GDP 1/ Percentage growth	-14.3	-9.0	-1.6	6.4	8.0	5.0	6.1
(Contribution to growth; in percent)							
Primary	-6.0	-1.3	1.1	4.9	3.7	0.6	2.2
Agriculture	-0.7	-0.5	0.3	1.1	0.1	0.5	0.1
Forestry	-0.6	0.0	0.2	2.1	2.9	0.9	0.6
Fishing	-4.6	-0.8	0.6	1.7	0.7	-0.7	1.5
Secondary 2/ Tertiary 3/ Nonmonetary sector	-1.2	-1.0	0.1	-0.1	0.2	0.5	0.4
Indirect taxes and subsidies	-2.4	-2.3	-2.4	-1.5	1.5	1.2	2.4
Nonmonetary sector	0.5	0.7	-0.1	1.6	1.0	0.8	1.0
Indirect taxes and subsidies	-5.2	-5.0	-0.3	1.5	1.7	1.8	0.0
(In 1,000 metric tons, unless otherwise specified)							
Production of major commodities							
Logging (1,000 cubic meters)	536.0	534.0	550.0	736.0	1043.0	1118.0	1188.0
Fish	21.2	17.7	18.5	28.0	27.2	23.8	29.6
Copra	19.0	1.7	1.7	14.8	21.8	26.2	21.2
Cocoa	2.3	2.0	2.9	4.6	4.2	4.9	3.8
Palm oil	...	...	...	...	...	...	5.4
(Annual percentage change)							
Consumer prices (average)	6.9	7.6	9.3	10.0	6.9	7.3	8.1
Consumer prices (end-of-period)	7.6	6.5	15.3	3.7	7.6	8.4	7.5

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ Estimates at 1992 factor cost.

2/ Includes mining and exploration, manufacturing, electricity and water, and construction.

3/ Includes retail and wholesale trade, transportation and communications, finance, and other services.

Table 2. Solomon Islands: Real GDP Growth Rates by Sectoral Origin, 2000–06

(Annual percentage change)

	2000	2001	2002	2003	2004	2005	Est. 2006
Primary sector	-34.1	-9.8	8.0	33.3	20.4	3.2	11.1
Agriculture	-19.8	-14.6	9.0	32.9	3.4	11.2	2.3
Forestry	-13.6	-0.4	3.9	37.6	40.0	9.4	6.3
Fishing	-50.1	-15.2	11.6	29.4	10.6	-9.6	25.0
Secondary sector	-19.2	-17.3	1.7	-1.7	3.5	9.3	7.7
Mining and exploration	-51.4	-106.2	-120.4	-59.0	3.1	0.0	1.0
Manufacturing	-19.8	-19.8	-5.2	-10.3	1.1	1.0	2.9
Electricity and water	-16.4	-20.6	17.2	-1.5	0.7	17.5	1.7
Construction	-46.6	-45.6	-12.4	88.0	27.0	16.0	33.5
Tertiary	-6.6	-5.7	-5.9	-4.0	4.1	3.5	7.3
Retail and wholesale trade	-10.2	-10.9	9.7	3.9	3.1	1.7	3.0
Transportation and communications	-20.0	-20.0	13.9	6.5	3.4	1.9	32.7
Finance	-3.3	-3.3	-1.3	-2.1	2.6	1.0	1.8
Other services	-2.0	-0.7	-17.2	-11.5	5.4	5.9	6.5
Monetary GDP at factor cost	-16.0	-7.8	-2.1	5.5	9.2	3.9	7.0
Nonmonetary GDP at factor cost	1.8	2.2	-0.3	4.7	2.8	2.6	3.1
Food	2.6	3.1	-0.3	6.0	2.8	2.8	2.8
Construction	4.0	4.0	5.8	-0.1	2.8	2.8	2.8
Real GDP at market prices	-14.3	-9.0	-1.6	6.4	8.0	5.0	6.1
Memorandum item:							
Nominal GDP at current market prices (in millions of SI dollars)	1,523.3	1,447.2	1,537.3	1,737.5	1,985.7	2,245.0	2,553.0

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

Table 3. Solomon Islands: Honiara Retail Price Index, 2000–07

(1993 = 100)

Weight	Food 468	Drink and Tobacco 50	Clothing and Footwear 57	Housing and Utilities 110	Household Operations 109	Transport and Communication 99	Recreational Health and Other Services 79	Miscellaneous Items 28	Imported Items 571	Local Items 429	All Items 1,000
2000	215.1	231.1	137.4	207.9	199.1	213.1	211.9	176.3	171.9	233.1	207.4
2001	235.3	240.4	136.9	224.0	197.3	220.3	237.5	178.1	176.6	257.3	223.3
2002	260.4	282.3	138.3	247.8	206.6	254.5	256.6	181.7	197.6	278.0	244.2
2003	271.0	314.1	139.3	310.5	242.7	288.8	294.5	198.7	236.7	291.6	268.5
2004	295.1	328.8	139.9	318.0	257.7	311.7	315.4	206.1	251.5	313.0	287.1
2005	312.4	321.5	140.0	356.5	268.7	362.9	348.1	213.9	264.6	339.1	308.2
2006	337.2	344.4	143.5	400.1	280.3	406.3	366.8	218.5	283.6	367.8	333.1
2005											
January	295.2	326.4	140.0	341.7	260.1	324.7	343.1	209.0	255.3	320.7	293.5
February	300.2	326.6	140.0	333.0	260.3	321.3	343.1	209.4	253.6	323.8	294.6
March	306.0	326.5	140.0	334.7	261.2	322.6	343.0	211.4	255.9	327.6	297.8
April	304.1	326.4	140.0	334.7	261.2	329.6	344.2	214.2	257.7	326.2	297.7
May	314.8	309.8	140.1	350.7	270.3	327.7	350.2	213.4	266.0	332.6	304.9
June	311.7	316.0	140.1	365.7	271.2	327.7	350.2	213.5	267.5	332.7	305.6
July	317.9	316.0	140.1	366.7	271.7	398.6	350.4	214.7	267.8	349.3	315.4
August	328.2	321.6	140.1	366.7	273.6	398.3	350.4	215.3	269.5	357.6	321.0
September	321.2	321.4	140.1	368.2	274.1	399.8	350.7	216.0	270.1	352.3	318.1
October	318.5	321.2	140.1	368.2	273.4	399.8	350.6	216.4	269.8	350.2	316.8
November	314.5	321.8	140.1	375.9	273.6	405.4	350.7	216.4	271.0	347.1	316.3
December	316.8	324.7	140.1	373.6	273.9	399.4	350.8	216.6	271.3	349.2	316.8
2006											
January	318.0	332.9	140.1	385.7	279.1	402.7	357.8	215.9	271.8	355.1	320.5
February	318.7	331.6	139.8	383.1	279.4	400.6	357.8	215.9	271.0	355.3	320.3
March	323.8	325.8	140.0	388.0	280.2	401.7	362.5	214.5	274.0	358.7	323.4
April	333.0	320.1	140.0	394.0	279.8	402.8	364.4	214.7	276.9	365.1	328.3
May	335.7	340.5	140.0	394.8	279.8	402.7	364.4	216.1	277.4	368.9	330.8
June	346.1	340.2	140.0	400.5	279.9	404.7	366.7	216.2	284.2	374.1	336.6
July	345.5	352.6	140.0	401.3	280.1	405.6	369.3	215.9	286.7	373.6	337.3
August	350.2	353.2	140.0	405.8	280.7	407.0	369.5	216.2	288.0	376.3	340.3
September	343.4	350.3	140.0	405.8	280.7	407.0	369.8	216.5	288.4	370.3	337.0
October	345.1	367.5	146.1	411.0	280.9	413.4	372.1	219.5	292.0	373.5	340.5
November	344.4	363.2	158.2	414.7	281.3	413.9	373.2	229.4	295.9	372.4	341.5
December	342.3	355.1	158.2	416.7	281.5	414.0	373.8	230.9	296.5	370.1	340.5
2007											
January	341.9	363.9	158.3	416.2	284.4	415.4	374.7	231.4	297.7	370.6	341.2
February	337.7	364.1	158.3	440.0	284.5	415.5	374.7	231.4	298.0	371.5	341.9
March	340.7	362.0	159.4	462.1	285.0	415.5	377.1	231.2	296.7	379.4	345.9
April	343.3	363.8	159.4	458.9	285.9	417.4	377.1	231.0	297.8	380.7	347.1

Sources: National Statistical Office, Central Bank of Solomon Islands; and Staff Estimates.

Table 4. Solomon Islands: Formal Employment, 2000–06

(Number of employees)

	2000	2001	2002	Est. 2003	Est. 2004	Est. 2005	Est. 2006
Total	54,517	52,925	50,890	51,518	52,121	56,559	59,161
Classification by industry							
Agriculture	7,381	7,102	6,691	6,510	6,342	...	...
Forestry	3,226	3,192	3,132	3,285	3,482	...	...
Fishing	5,315	5,179	5,030	5,015	5,114	...	...
Manufacturing 1/	1,480	1,452	1,424	1,444	1,476	...	...
Electricity and water	524	507	482	470	469	...	...
Construction	1,569	1,498	1,427	1,400	1,397	...	...
Trading 2/	3,309	3,213	3,111	3,124	3,274	...	...
Transportation and communications	1,385	1,348	1,287	1,254	1,246	...	...
Finance	826	823	805	798	806	...	...
Administration	6,659	6,435	6,138	6,800	6,758	...	...
Other services	22,843	22,176	21,363	21,418	21,757	...	...

Sources: National Statistical Office; and Central Bank of Solomon Islands.

1/ Manufacturing includes mining.

2/ Trading includes retail, wholesale, restaurants, and hotels.

Table 5. Solomon Islands: Central Government Operations, 2001–06

(In percent of GDP)

	2001	2002	2003	2004	2005	Est. 2006
Total revenue and grants	23.5	18.7	38.8	47.5	65.9	70.1
Total revenue	15.3	16.1	20.9	26.0	29.1	32.2
Tax revenue	14.0	15.4	19.1	23.3	24.7	26.7
Income and profits	5.1	4.8	5.5	7.5	8.2	8.7
Goods and services	4.4	4.6	6.4	8.3	8.9	9.3
International trade and transactions	4.5	6.1	7.2	7.6	7.7	8.6
Tax on logging	...	...	3.2	3.2	3.8	5.0
Other revenue	1.3	0.7	1.8	2.7	4.4	5.6
Stamp duty	0.1	0.2	0.2	0.2	0.2	0.2
Licenses and fees	0.1	0.2	0.1	0.3	0.2	0.2
Miscellaneous revenue	1.0	0.3	1.4	2.2	3.9	5.1
Grants	8.2	2.6	17.8	21.5	36.8	37.9
Development grants 1/	8.0	2.2	14.0	17.1	35.0	35.2
Recurrent budget grants	0.3	0.5	3.8	4.4	1.8	2.7
Expenditure 2/	36.2	29.6	38.9	39.5	63.9	66.0
Recurrent expenditure	27.3	26.4	23.6	22.2	26.8	28.1
Compensation of employees	13.0	11.5	9.2	8.7	10.4	9.7
Goods and services	5.3	4.7	5.7	7.7	10.9	12.9
Interest	1.3	3.3	2.8	1.8	1.4	1.1
Grants to provinces	2.3	0.9	2.0	2.5	1.5	2.4
Employer social benefits	0.0	0.2	0.2	0.2	0.1	0.1
Other	5.4	5.8	3.7	1.4	2.6	2.0
Development expenditure	8.9	3.2	15.4	17.2	37.1	37.8
Grant financed 1/	8.0	2.2	14.0	17.1	35.0	35.2
Concessional loan financed	0.9	1.0	1.3	0.1	2.0	1.6
Domestically financed	0.0	0.0	0.0	0.0	0.1	1.1
Recurrent balance (above the line) 3/	-11.8	-9.9	1.2	8.1	4.1	6.8
Primary domestic balance (above the line) 4/	-10.7	-7.1	0.2	4.6	3.6	4.1
Overall balance (above the line)	-12.7	-10.9	-0.2	8.0	2.0	4.1
Discrepancy (neg. are net expenditures)	0.6	1.2	-0.6	1.8	0.4	3.2
Overall balance (below the line)	-12.1	-9.7	-0.8	9.9	2.4	0.9
Financing	12.1	9.7	0.8	-9.9	-2.4	-0.9
Foreign (net)	5.0	3.8	0.2	-0.9	2.6	0.9
Disbursements	6.1	5.4	1.3	0.1	2.0	1.6
Amortization (accrual)	1.1	1.6	1.6	1.6	2.5	1.6
Debt forgiveness	0.0	0.0	0.4	0.6	3.2	0.9
Domestic bank and nonbank (net)	-1.4	-2.9	-9.2	-6.6	-2.1	-1.7
Banking system (accrual)	-3.3	-1.0	-9.0	-8.6	-1.8	-1.6
Central bank	2.9	2.4	-3.8	-5.7	-2.8	0.0
Commercial banks	-6.2	-3.5	-5.2	-2.8	0.9	-1.6
Nonbank (accrual)	1.9	-1.9	-0.2	1.9	-0.2	-0.1
National Provident Fund	0.7	-1.2	0.0	1.6	-0.2	-0.1
Other	1.2	-0.7	-0.2	0.3	0.0	0.0
Privatization receipts	0.0	0.0	0.0	0.0	0.0	0.3
Increase in expenditure arrears 5/	3.8	3.7	4.1	-5.1	-3.3	-0.4
Principal debt arrears	4.7	5.2	5.7	-9.9	0.3	-0.1
External	0.8	1.9	0.1	0.5	0.3	-0.1
Domestic	3.9	3.4	5.6	-10.4	0.0	0.0
Restructured Bonds	0.0	0.0	0.0	12.7	0.0	0.0
Memorandum item:						
Nominal GDP (in millions of S.I. dollars)	1447	1537	1738	1986	2245	2553

Sources: Data provided by the authorities; and Fund staff estimates.

1/ Estimated by staff through 2004. Data for 2005 and 2006 are from the authorities. Development grants and grant-financed development spending are currently administered by donors, and hence are not under the direct control of the government.

2/ On an accrual basis.

3/ Includes domestic revenue, recurrent expenditure, and recurrent budget grant support.

4/ Defined as domestic revenue net of recurrent noninterest expenditure and nongrant financed development spending.

5/ Includes interest arrears.

Table 6. Solomon Islands: Central Government Revenue and Grants, 2001–06

(In millions of Solomon Islands dollars)

	2001	2002	2003	2004	2005	Est. 2006
Total revenue and grants	340.3	287.6	673.5	943.0	1,478.8	1,789.4
Total revenue	220.9	247.2	364.0	515.9	652.8	822.3
Tax revenue	202.6	237.1	332.7	462.4	554.7	680.5
Income and profits	73.6	73.2	96.1	148.4	183.2	223.0
Individuals	42.7	37.6	50.5	60.7	93.8	112.1
Corporations	30.9	35.6	45.6	87.7	89.4	110.9
Goods and services	63.3	70.1	112.0	164.0	199.0	236.9
Sales taxes	56.8	63.0	96.7	143.3	170.7	193.5
Excises	6.5	7.1	15.3	20.7	28.3	43.4
International trade	65.7	93.8	124.6	150.0	172.5	220.6
Customs and import duties	42.7	54.5	67.8	82.4	84.5	88.6
Export taxes	23.0	39.3	56.8	67.6	88.0	132.0
Other revenue	18.3	10.1	31.3	53.5	98.1	141.8
Stamp duty	2.0	2.9	2.5	5.2	4.9	5.5
Licenses and fees	2.0	2.9	2.5	5.2	5.1	5.7
Miscellaneous revenue	14.4	4.2	25.1	44.0	88.1	130.6
Grants	119.4	40.4	309.5	427.1	826.0	967.1
Development grants 1/	115.7	33.3	243.7	340.0	786.0	898.6
Recurrent budget grants	3.7	7.1	65.8	87.1	40.0	68.5

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ Estimated by staff through 2004. Data for 2005 and 2006 are from the authorities. Development grants and grant-financed development spending are currently administered by donors, and hence are not under the direct control of the government.

Table 7. Solomon Islands: Central Government Expenditure, 2001–06

(In millions of Solomon Islands dollars)

	2001	2002	2003	2004	2005	Est. 2006
Expenditure 1/	523.9	455.0	676.5	783.6	1,434.4	1,684.0
Recurrent expenditure	395.4	406.4	409.6	441.5	601.2	718.2
Compensation of employees	187.5	177.4	160.2	172.9	232.9	248.9
Salaries and wages	177.0	158.4	135.8	159.7	217.8	231.5
<i>Of which: Arrears</i>	6.5	-1.4	-1.4	0.0	0.0	0.0
Social contributions	10.5	18.9	24.4	13.2	15.1	17.4
<i>Of which: Arrears</i>	9.3	9.3	9.3	0.0	0.0	0.0
Goods and services	76.2	72.3	99.0	153.1	245.3	329.2
<i>Of which: Arrears</i>	30.0	30.0	30.0	0.0	0.0	0.0
Realized contingent liabilities	0.0	0.0	0.0	0.0	31.8	23.9
Interest	19.1	50.6	48.7	35.3	31.8	27.9
To nonresidents	16.2	32.5	38.8	24.1	18.7	16.2
<i>Of which: Arrears</i>	4.7	14.2	19.1	0.0	0.0	0.0
To residents other than government	0.2	18.1	9.9	6.5	8.3	8.5
<i>Of which: Arrears</i>	0.0	0.0	0.0	1.9	5.9	2.8
Grants	33.2	14.2	37.5	52.5	35.3	63.8
To international organizations	0.0	0.0	3.3	3.2	2.6	2.7
To other government units	33.2	14.2	34.2	49.3	32.7	61.1
<i>Of which: Arrears</i>	0.0	0.0	9.5	0.0	0.0	0.0
Employer social benefits	0.6	2.8	3.0	3.0	3.0	3.0
Other expenses	77.3	89.0	59.0	22.5	18.7	19.0
Property expense other than interest	0.3	0.3	1.8	1.8	2.0	2.3
Miscellaneous other expenses 2/	77.0	88.7	57.2	20.7	16.7	16.7
Nonfinancial assets	1.3	0.0	2.3	2.3	2.3	2.6
Purchase	1.3	0.0	2.3	2.3	2.3	2.6
Sale	0.0	0.0	0.0	0.0	0.0	0.0
Development expenditure	128.6	48.7	266.9	342.1	833.2	965.8
Grant financed 3/	115.7	33.3	243.7	340.0	786.0	898.6
<i>Of which: Cash</i>	72.3	20.8	152.3	170.0	469.4	506.5
Loan financed	12.9	15.4	23.2	2.1	47.1	68.0
Domestic	0.0	0.0	0.0	0.0	1.8	27.9
Foreign	12.9	15.4	23.2	2.1	45.3	40.1
Current balance	-170.8	-159.2	-45.6	74.4	51.6	104.1
Overall balance (above-the-line)	-183.7	-167.5	-3.0	159.4	44.4	105.4

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ All expenditures are presented on an accrual basis.

2/ Including compensation payments.

3/ Estimated by staff through 2004. Data for 2005 and 2006 are from the authorities. Development grants and grant-financed development spending are currently administered by donors, and hence are not under the direct control of the government.

Table 8. Solomon Islands: Central Government Budget Financing, 2001–06 1/

(In millions of Solomon Islands dollars)

	2001	2002	2003	2004	2005	Est. 2006
Total financing	174.6	149.6	14.1	-195.6	-39.1	-22.7
Foreign (net)	72.5	58.1	3.2	-18.5	59.2	22.4
Disbursement	88.6	82.8	23.2	2.1	45.3	40.1
Amortization	16.1	24.7	27.3	32.1	56.9	40.5
Debt forgiveness	0.0	0.0	7.3	11.5	70.7	22.8
Domestic bank and nonbank (net)	-20.5	-45.1	-159.4	-131.7	-46.0	-42.4
Banking sector	-47.7	-16.1	-156.8	-170.1	-41.2	-40.7
Central bank (net)	42.3	37.3	-66.0	-114.1	-62.0	0.7
Securities	0.0	0.2	-0.1	0.1	-0.1	120.8
Lending	130.7	0.9	-0.7	0.0	11.4	-156.0
Drawdown in deposits	-88.4	36.2	-65.1	-114.2	-73.3	35.9
Commercial banks (net)	-90.0	-53.3	-90.9	-56.0	20.7	-41.4
Securities	-91.2	-51.5	-83.7	-18.3	-4.1	-8.5
Lending	0.0	0.0	0.0	0.0	0.0	0.0
Drawdown in deposits	1.2	-1.8	-7.2	-37.7	24.8	-32.8
Nonbank sector	27.2	-29.1	-2.6	38.3	-4.8	-1.7
Development Bank	0.0	0.0	0.0	0.0	0.0	0.0
National Provident Fund	9.8	-18.4	0.0	31.8	-4.8	-1.7
Other	17.4	-10.7	-2.6	6.5	0.0	0.0
Privatization receipts	0.0	0.0	0.0	0.0	0.0	8.2
Increase in expenditure arrears	54.5	56.2	70.5	-101.1	-74.6	-9.4
Interest	8.7	18.3	23.2	-11.3	-23.5	6.2
External	4.7	14.2	19.1	4.9	-23.5	6.2
Domestic	4.1	4.1	4.1	-16.2	0.0	0.0
Other expenditure	45.8	37.9	47.4	-89.7	-51.0	-15.6
Increase in principal debt arrears	68.1	80.5	99.8	-196.1	7.9	-1.6
External	11.4	29.0	1.8	10.2	7.9	-1.6
Domestic	56.7	51.5	98.1	-206.3	0.0	0.0
Restructured Arrears	0.0	0.0	0.0	251.7	14.5	0.0

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ All debt servicing is presented on an accrual basis.

Table 9. Solomon Islands: Central Government Gross Domestic Debt, 2002–06

	2002	2003	2004	2005	Est. 2006
(In millions of Solomon Islands dollars)					
Total	452.9	469.8	488.1	490.6	446.4
Securities	277.9	295.5	313.8	304.8	416.0
Bonds	256.9	256.8	280.7	267.7	376.0
Bills	21.0	38.7	33.0	37.1	40.0
Loans	175.0	174.3	174.3	185.8	30.4
(In percent of total)					
Central bank	41.1	39.5	38.0	40.1	36.2
Securities	2.5	2.4	2.3	2.3	29.4
Bonds	2.5	2.4	2.3	2.3	29.4
Bills	0.0	0.0	0.0	0.0	0.0
Loans	38.6	37.1	35.7	37.9	6.8
Commercial banks	33.1	36.1	30.7	29.8	29.9
Securities	33.1	36.1	30.7	29.8	29.9
Bonds	33.1	31.9	29.1	27.5	28.7
Bills	0.0	4.2	1.6	2.2	1.1
Loans	0.0	0.0	0.0	0.0	0.0
National Provident Fund	20.8	20.1	25.8	24.7	26.8
Securities	20.8	20.1	25.8	24.7	26.8
Bonds	20.8	20.1	25.8	24.5	25.8
Bills	0.0	0.0	0.0	0.2	1.0
Loans	0.0	0.0	0.0	0.0	0.0
Others	5.0	4.3	5.2	5.4	7.0
Securities	5.0	4.3	5.2	5.4	7.0
Bonds	0.3	0.3	0.3	0.3	0.3
Bills	4.6	4.0	4.9	5.1	6.8

Sources: Central Bank of Solomon Islands; Ministry of Finance; and Fund staff estimates.

**Table 10. Solomon Islands: Equity Investment of the
Investment Corporation of Solomon Islands, 2002–06**

(Percent share)

	2002	2003	2004	2005	2006
Nonfinancial sector					
Agriculture/agro-industry sectors					
Solomon Islands Plantation Ltd.	30	30	30	98	98
Kolombangara Forestry and Plantation Ltd.	19	19	19	40	40
Solomon Taiyo Ltd.	...	...	...	...	...
Soltai Fishing Company 1/	51	51	51	51	51
Others					
Sasape Marina Ltd.	100	100	100	100	100
Solomon Airlines	100	100	100	100	100
Solomon Telekom	7	7	7	3	3
Pacific Forum Line Ltd.	...	...	...	0.6	0.6
Solomon Islands Printers	100	100	100	100	100
Financial sector					
Development Bank of Solomon Islands	10	10	10	10	10
Central Bank of Solomon Islands	100	100	100	100	100

Source: Central Bank of Solomon Islands *Annual Report*.

1/ Incorporated to take over Solomon Taiyo's assets. The remaining 49 percent is owned by the Western Province government.

Table 11. Solomon Islands: Summary Accounts of the Banking System, 2002–06
(In millions of Solomon Islands dollars, end of period)

	2002	2003	2004	2005	Est. 2006
I. Central Bank					
Net foreign reserves	117.5	250.4	578.2	699.7	773.1
Assets	130.4	271.9	600.7	716.9	790.5
Liabilities	-12.9	-21.5	-22.5	-17.2	-17.4
Net domestic assets	49.8	-26.6	-194.6	-237.2	-284.2
Net credit to central government	159.5	93.6	-20.5	-82.5	-81.9
Credit	186.3	185.4	185.6	196.9	161.7
Deposits	-26.8	-91.9	-206.1	-279.4	-243.5
Credit to rest of NFPS	-0.2	0.0	0.0	0.0	-4.2
Other items (net)	-109.6	-120.2	-174.0	-154.6	-202.3
Reserve money	167.3	223.8	383.6	462.6	488.9
Currency outside banks	84.8	102.7	123.2	153.0	177.6
Banking system reserves	82.5	115.3	260.4	309.5	311.3
Currency in vault	6.3	8.5	14.5	15.0	24.1
Deposits at CBSI	76.1	106.8	245.9	294.6	287.2
II. Commercial banks					
Net foreign assets	14.8	16.5	5.7	12.8	-3.1
Monetary reserves	79.1	115.3	260.4	309.5	309.7
Net domestic assets	233.8	293.7	287.7	389.2	600.7
Net credit to central government	147.0	164.9	106.3	127.4	82.7
Credit	149.8	169.6	149.8	146.0	133.3
Deposits	-2.8	-4.6	-43.5	-18.6	-50.6
Net credit to local government	-8.3	-4.7	-3.9	-4.2	-5.1
Credit	0.8	0.7	0.2	0.0	0.0
Deposits	-9.0	-5.4	-4.1	-4.2	-5.1
Credit to rest of NFPS	2.0	-12.0	-21.3	-18.3	-57.2
Credit to private sector	171.3	216.0	238.6	389.1	632.3
Other items (net)	-78.2	-70.6	-31.9	-104.8	-52.0
Deposits	327.7	425.5	553.8	711.6	907.3
III. Banking System					
Net foreign assets	132.2	266.9	583.9	712.5	770.1
Net domestic assets	283.6	261.3	93.2	152.0	316.6
Net domestic credit	471.4	457.8	299.1	411.5	566.7
Net credit to central government	306.5	258.5	85.7	44.8	0.9
Credit	336.1	355.0	335.4	342.9	295.0
Deposits	-29.6	-96.5	-249.6	-298.0	-294.1
Net credit to local government	-8.3	-4.7	-3.9	-4.2	-5.1
Credit	0.8	0.7	0.2	0.0	0.0
Deposits	-9.0	-5.4	-4.1	-4.2	-5.1
Credit to rest of NFPS	1.8	-12.0	-21.3	-18.3	-61.4
Credit to private sector	171.3	216.0	238.6	389.1	632.3
Other items (net)	-187.8	-196.5	-205.9	-259.4	-250.2
M2	415.8	528.2	677.0	864.6	1086.6
Narrow money	247.1	335.9	427.2	538.7	704.5
Currency outside banks	91.5	102.7	123.2	153.0	179.3
Demand deposits	155.6	233.2	303.9	385.8	525.2
Quasi-money	168.7	192.3	249.8	325.8	382.1
Savings deposits	63.9	67.5	76.0	88.1	98.9
Time deposits	104.8	124.8	173.9	237.8	283.2

Source: Central Bank of Solomon Islands.

**Table 12. Solomon Islands: Assets and Liabilities of the Central Bank
of Solomon Islands, 2002–06**

(In millions of Solomon Islands dollars, end of period)

	2002	2003	2004	2005	Est 2006
Assets	340.6	486.7	813.9	942.2	1004.0
External	130.4	271.8	600.7	716.9	790.5
Domestic	210.2	217.0	213.2	225.3	213.5
Central government	186.3	185.4	185.6	196.9	161.7
Loans	175.0	174.3	174.3	185.8	30.4
Securities	11.3	11.2	11.3	11.1	131.3
Other domestic assets	23.9	30.6	27.8	28.4	51.8
Securities and investments	2.0	1.3	0.7	0.0	0.0
Other	21.9	29.3	27.2	28.4	51.8
Liabilities	340.6	486.7	813.9	942.2	1004.0
External	12.9	21.4	22.5	17.2	17.4
Domestic	327.7	465.3	791.4	925.0	986.6
Currency issued	97.8	111.2	137.7	168.0	201.7
Deposits	103.0	202.7	451.9	575.2	534.8
Banks	76.1	110.7	244.6	294.7	287.1
Central government	26.8	91.8	206.1	279.4	243.5
Other	0.1	0.2	1.2	1.1	4.2
Central bank bills	0.0	0.0	0.0	0.0	0.0
Other (including provisions)	177.9	178.9	185.5	158.6	160.2
Capital	-51.0	-27.6	16.3	23.2	89.8

Source: Central Bank of Solomon Islands.

Table 13. Solomon Islands: Assets and Liabilities of Commercial Banks, 2002–06

(In millions of Solomon Islands dollars, end of period)

	2002	2003	2004	2005	Est. 2006
Assets	495.0	616.1	774.2	990.6	1288.2
External	39.9	55.2	71.9	75.6	79.4
Domestic	455.0	560.9	702.4	915.0	1208.8
Cash	6.3	8.5	14.5	15.0	24.1
Deposits at central bank	76.1	115.3	244.6	294.7	287.2
Securities	149.8	169.6	149.8	146.0	133.3
Treasury bills	0.0	19.8	7.9	10.9	5.0
Other government securities	149.8	149.8	141.9	135.1	128.3
Central bank securities (Bokolo bills)	0.0	0.0	0.0	0.0	0
Loans and advances	174.1	218.1	238.8	389.0	632.3
Central government	0.0	0.0	0.0	0.0	0.0
Provincial governments	0.8	0.7	0.2	0.0	0.0
Statutory corporations	2.0	1.4	0.0	0.0	0
Other	171.3	216.0	238.6	389.0	632.3
Premises, equipment, and other	48.7	49.4	54.7	70.4	131.9
Liabilities	495.0	616.1	774.2	990.6	1288.2
External	29.5	38.7	66.2	62.8	82.5
Domestic	465.5	577.4	708.0	927.9	1205.9
Deposits	327.7	425.5	553.8	711.6	907.3
Central government	2.8	4.6	43.5	18.6	50.6
Provincial governments	9.0	5.4	4.1	4.2	5.1
Statutory corporations	0.0	13.4	21.3	18.3	57.2
Other	315.9	402.1	484.8	670.5	794.4
Capital and reserves	95.8	99.6	121.1	159.2	180.2
Other	42.0	52.3	33.1	57.1	118.4

Source: Central Bank of Solomon Islands.

Table 14a. Solomon Islands: Commercial Bank Advances and Loans, 2002–07

(in millions of Solomon Islands dollars)

End of Period	Agriculture	Forestry	Fisheries	Mining & Quarrying	Manufacturing	Construction	Transport	Telecommunications	Distribution	Tourism
2002	2.1	20.4	0.4	1.3	42.8	10.4	1.4	14.2	31.6	3.1
2003	2.9	41.1	4.0	0.0	31.9	13.7	2.1	37.4	30.0	3.8
2004	4.5	42.1	0.3	0.1	26.8	14.9	2.0	42.8	46.9	2.6
2005	4.4	60.5	9.6	0.3	60.0	21.1	5.4	60.5	90.1	2.5
2006	8.2	89.0	22.6	0.0	62.8	42.3	19.1	82.2	105.7	15.7
2005										
January	3.0	42.4	2.2	0.2	28.4	15.6	2.4	42.6	51.9	2.5
February	3.4	45.4	1.0	0.1	29.7	14.1	2.5	42.5	52.0	2.6
March	3.2	42.1	1.2	0.1	32.3	15.4	2.6	42.4	47.4	3.5
April	3.4	51.7	2.3	0.2	32.6	15.6	4.0	45.4	61.8	3.3
May	3.9	45.2	5.1	0.1	22.0	16.0	5.6	44.0	65.3	3.3
June	3.8	48.9	6.3	0.2	27.2	18.3	5.1	43.6	66.9	2.9
July	4.3	55.3	6.9	0.2	40.6	19.5	4.0	47.0	72.4	2.7
August	4.1	51.9	4.0	0.2	38.8	19.6	6.1	42.9	73.6	2.6
September	3.8	59.3	7.1	0.5	43.7	17.8	5.9	57.4	76.9	2.6
October	4.0	60.5	9.0	0.9	55.2	18.6	5.5	62.7	77.5	2.7
November	3.8	65.3	9.7	0.3	49.8	20.7	5.6	62.5	83.8	2.8
December	4.4	60.5	9.6	0.3	60.0	21.1	5.4	60.5	90.1	2.5
2006										
January	4.5	63.4	9.5	0.3	58.0	19.9	5.5	59.8	88.7	2.8
February	5.5	67.9	5.4	0.3	71.3	18.7	5.1	59.2	89.7	2.8
March	4.6	78.6	7.4	0.3	55.8	20.9	4.7	58.5	88.7	2.8
April	4.1	82.8	8.1	0.3	50.4	21.5	5.3	59.5	90.0	2.7
May	4.6	90.6	13.2	0.3	45.0	22.2	4.4	62.4	93.9	3.7
June	6.5	86.8	14.4	0.0	53.8	23.3	4.9	59.8	97.7	4.1
July	7.7	92.4	18.5	0.0	50.6	31.2	5.4	74.1	90.1	5.0
August	8.5	94.7	14.9	0.0	56.0	34.5	5.1	74.8	90.7	5.8
September	7.5	93.8	19.2	0.0	69.5	39.9	7.2	77.7	87.5	6.6
October	7.7	80.4	15.0	0.0	55.3	36.7	7.0	80.3	90.5	8.0
November	8.2	100.31	21.3	0.0	56.1	37.4	7.1	80.3	93.3	14.1
December	8.2	89.0	22.6	0.0	62.8	42.3	19.1	82.2	105.7	15.7
2007										
January	9.4	77.7	24.4	0.0	60.3	45.2	38.0	70.6	102.4	20.3
February	8.5	88.8	24.9	0.0	71.0	46.7	31.0	73.3	102.4	20.9
March	12.0	89.7	30.8	0.3	66.0	49.3	43.0	78.2	110.0	21.3

Source: Central Bank of Solomon Islands.

Table 14b. Solomon Islands: Commercial Bank Advances and Loans, 2002–07
(In millions of Solomon Islands dollars)

End of Period	Entertainment & Catering	Government	Statutory Corporations	Public Financial Institutions	Private Financial Institutions	Professional & Other Services	Personal	Total	Non- Resident
2002	1.2	0.8	2.0	0.0	0.3	8.5	33.7	171.3	0.1
2003	0.8	0.7	1.4	0.0	0.3	13.9	34.1	216.0	0.2
2004	1.7	0.4	0.1	0.0	0.1	15.0	40.9	238.9	1.6
2005	3.9	0.0	0.0	0.0	0.0	17.3	63.2	389.1	4.5
2006	4.5	0.0	1.0	0.0	0.2	46.1	117.3	616.7	0.4
2005	1.6	0.2	0.0	0.0	0.0	16.7	41.0	250.9	1.6
January	1.7	0.0	0.0	0.1	0.0	15.6	42.2	252.8	1.6
February	3.6	0.0	0.0	0.3	0.7	14.5	43.3	262.6	1.5
March	3.2	0.0	0.0	0.0	0.0	13.8	43.6	281.0	1.4
April	3.8	0.0	0.0	0.0	0.0	12.4	45.1	271.9	1.4
May	3.4	0.0	0.0	0.1	0.0	13.0	44.7	284.4	0.5
June	3.7	0.0	0.0	0.0	0.0	14.6	47.9	319.1	0.5
July	3.3	0.0	0.0	0.0	0.0	14.6	49.3	311.1	0.0
August	3.5	0.1	0.0	0.0	0.0	12.2	54.1	345.1	0.5
September	3.6	0.1	0.0	0.0	0.0	14.2	57.5	372.0	0.5
October	3.7	0.0	0.0	0.0	0.0	14.8	60.6	383.4	0.4
November	3.6	0.0	0.0	0.0	0.0	17.3	63.2	389.1	4.5
December	3.9	0.0	0.0	0.0	0.0				
2006	4.1	0.0	0.2	0.0	0.0	18.8	64.6	400.5	0.4
January	4.3	0.0	0.0	0.0	0.0	25.2	68.8	424.7	0.4
February	4.4	0.0	0.3	0.0	0.3	27.7	76.9	432.2	0.4
March	4.5	0.0	0.1	0.0	0.3	28.7	76.1	434.6	0.4
April	4.4	0.1	0.0	0.0	0.3	31.3	79.9	456.3	0.4
May	4.4	0.0	0.0	0.0	0.3	35.6	84.0	475.7	0.4
June	4.5	0.0	0.1	0.0	0.3	36.2	87.3	603.5	0.4
July	3.3	0.0	0.1	0.0	0.2	37.6	91.2	617.3	0.5
August	3.2	0.0	0.4	0.0	0.2	44.0	91.9	548.7	0.4
September	3.4	0.0	0.9	0.3	0.2	43.2	99.1	556.7	0.4
October	3.6	0.0	0.9	0.2	0.2	43.4	107.0	573.6	0.4
November	4.5	0.0	1.0	0.0	0.2	46.1	117.3	616.7	0.4
December									
2007	3.8	0.0	1.0	0.3	0.2	47.3	123.6	624.9	0.4
January	4.1	0.0	1.2	0.3	0.3	49.9	133.9	657.7	0.5
February	5.1	1.6	1.7	0.3	0.3	56.2	136.7	703.1	0.5
March									

Source: Central Bank of Solomon Islands.

Table 15. Solomon Islands: Commercial Bank Interest Rates on Savings and Time Deposits, 2002–07
(In percent, end of period)

End of Period	Time Deposits										Weighted Average Rate of Interest On Deposits
	Savings Deposits		Up to 3 Months		3–6 Months		6–12 Months		Over 12 Months		
	From	To	From	To	From	To	From	To	From	To	
2002	0.25	- 0.51	0.50	- 0.76	0.50	- 1.01	1.00	- 1.51	0.00	- 1.51	0.64
2003	0.25	- 0.50	0.50	- 1.00	0.50	- 1.50	0.50	- 2.25	0.50	- 3.00	0.94
2004	0.25	- 2.00	0.25	- 1.00	0.50	- 1.25	0.50	- 1.50	0.00	- 2.00	0.95
2005	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
2006	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
2005											
January	0.25	- 2.00	0.25	- 1.00	0.50	- 1.25	0.50	- 1.50	0.00	- 2.00	0.95
February	0.25	- 2.00	0.25	- 0.75	0.25	- 1.00	0.25	- 1.50	0.00	- 1.50	0.80
March	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.95
April	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.98
May	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.95
June	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.95
July	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.95
August	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
September	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
October	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
November	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
December	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
2006											
January	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
February	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
March	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
April	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
May	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.50	- 1.50	0.00	- 2.25	0.99
June	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.50	- 1.50	0.00	- 2.25	0.98
July	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
August	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
September	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
October	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
November	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
December	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
2007											
January	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
February	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94
March	0.25	- 2.00	0.25	- 1.00	0.25	- 1.25	0.25	- 1.50	0.00	- 2.25	0.94

Source: Central Bank of Solomon Islands.

Table 16. Solomon Islands: Commercial Bank Interest Rates on Loans and Overdrafts, 2002–07

(In percent, end of period)

End of Period	Personal Loans	Other Loans	Overdrafts	Weighted Average Rate of Interest on Loans and Overdrafts
2002	14.00 - 17.50	10.50 - 21.50	10.00 - 20.50	15.59
2003	14.00 - 17.50	5.80 - 21.50	10.00 - 20.50	14.68
2004	14.50 - 17.50	5.90 - 21.50	10.00 - 20.50	14.69
2005	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.37
2006	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.73
2005				
January	14.00 - 17.50	5.90 - 21.50	10.00 - 20.50	14.70
February	14.00 - 17.50	5.90 - 21.50	10.00 - 20.50	14.69
March	14.00 - 17.50	5.90 - 21.50	10.00 - 20.50	14.71
April	14.00 - 17.50	5.90 - 21.50	10.00 - 20.50	14.72
May	14.00 - 17.50	5.90 - 21.50	9.50 - 20.50	14.59
June	14.00 - 17.50	5.90 - 21.50	9.50 - 20.50	14.57
July	14.00 - 17.50	5.90 - 21.50	9.50 - 20.50	14.62
August	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.35
September	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.39
October	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.39
November	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.39
December	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.37
2006				
January	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.39
February	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.39
March	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.41
April	14.00 - 17.50	5.90 - 21.50	8.50 - 20.50	14.41
May	14.00 - 17.50	4.50 - 21.50	8.00 - 20.50	14.01
June	14.00 - 17.50	4.50 - 21.50	8.00 - 20.50	14.02
July	14.00 - 17.50	4.50 - 21.50	8.00 - 20.50	14.00
August	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.74
September	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.73
October	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.72
November	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.73
December	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.73
2007				
January	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.72
February	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.74
March	11.00 - 17.50	4.50 - 21.50	8.00 - 20.50	13.73

Source: Central Bank of Solomon Islands.

Table 17. Solomon Islands: Assets and Liabilities of the National Provident Fund, 2002–06
(In millions of Solomon Islands dollars)

End of Period	Assets										Liabilities				Total Assets and Liabilities
	Banks Term Deposits	Treasury Bills	Development Bonds	Restructured Bonds	Loans to Statutory Authorities	Loans to Private Sector 1/	Fixed Assets (Net) 2/	Other Assets	Contribution Account	Accumulated Funds	Other Liabilities				
2002	25.3	0.0	38.8	55.5	62.4	54.9	40.1	92.9	316.9	45.0	8.0	369.9			
2003	43.8	0.0	38.8	55.5	67.4	51.5	40.7	104.6	340.1	46.1	16.1	402.3			
2004	73.3	0.0	74.2	51.9	64.3	46.3	58.2	106.5	410.1	9.6	52.6	474.7			
2005	131.5	1.1	70.4	49.8	57.7	39.7	21.2	153.5	459.2	8.1	57.7	525.0			
2006	184.5	4.3	66.9	48.3	44.8	32.8	55.7	158.3	525.0	35.3	35.3	595.6			
2005															
January	78.3	0.0	74.2	51.2	63.8	46.1	57.9	107.9	415.2	9.2	55.1	479.5			
February	82.3	0.0	74.2	50.4	63.7	45.5	57.7	108.1	418.3	8.4	55.3	481.9			
March	84.3	0.0	74.3	49.8	63.5	44.5	57.4	107.5	421.5	4.5	55.3	481.4			
April	89.3	3.5	74.5	49.2	61.0	44.2	57.1	105.2	424.3	4.0	55.7	484.0			
May	97.3	5.0	74.6	48.5	59.1	43.4	56.8	103.2	429.0	3.4	55.6	488.0			
June	100.3	6.2	72.1	51.2	61.4	42.5	56.3	117.3	434.7	11.5	61.1	507.3			
July	104.9	8.5	72.3	50.5	63.9	42.2	21.3	146.3	438.1	11.0	60.8	509.9			
August	106.9	8.6	72.4	47.6	62.3	41.9	21.8	152.4	442.1	11.4	60.3	513.8			
September	114.8	9.2	72.5	46.2	61.4	41.6	21.2	151.2	446.4	11.7	59.8	518.0			
October	127.9	9.2	72.6	41.6	61.4	40.5	21.1	148.0	452.0	13.6	56.6	522.2			
November	132.6	9.2	72.7	41.0	61.3	40.1	21.3	147.1	455.2	13.7	56.4	525.3			
December	131.5	1.1	70.4	49.8	57.7	39.7	21.2	153.5	459.2	8.1	57.7	525.0			
2006															
January	131.4	1.0	70.1	49.9	61.5	39.0	21.2	157.3	401.9	10.8	118.7	531.4			
February	130.7	1.0	69.8	50.0	61.7	38.9	21.1	160.3	464.3	11.1	58.1	533.5			
March	129.2	3.4	69.5	49.8	62.0	37.9	21.3	166.7	467.5	14.8	57.5	539.8			
April	159.1	4.4	69.2	49.3	44.9	37.9	21.4	161.3	471.9	16.8	58.8	547.5			
May	164.2	5.6	68.9	48.8	44.9	35.8	22.0	168.6	476.6	29.7	52.5	558.8			
June	169.3	5.7	58.6	48.5	44.9	35.8	22.2	177.5	489.3	20.7	52.5	562.5			
July	182.8	3.3	68.7	48.2	44.9	34.9	21.3	159.9	493.5	17.4	53.1	564.0			
August	185.3	1.8	68.1	48.3	44.9	34.9	22.5	161.1	497.8	16.0	53.1	566.9			
September	185.3	0.8	67.6	48.0	44.8	34.6	24.8	170.6	503.8	19.3	53.4	576.5			
October	185.3	2.8	67.5	48.2	44.8	34.0	55.3	142.2	509.5	18.1	52.5	580.1			
November	172.0	4.3	67.2	48.2	44.8	33.3	55.4	159.1	520.1	29.7	34.5	584.3			
December	184.5	4.3	66.9	48.3	44.8	32.8	55.7	158.3	525.0	35.3	35.3	595.6			

Source: National Provident Fund.

1/ Includes staff loans, Western Province Housing Scheme, and NPF Housing Scheme.

2/ Includes cash at bank, accrued interest, rent in arrears, and bank overdrafts.

Table 18. Solomon Islands: Income Statement of the National Provident Fund, 2002–06 1/

(In millions of Solomon Islands dollars)

	2002	2003	2004	2005	2006
Interest income	22.2	22.4	12.3	11.6	15.7
Noninterest income	6.0	5.9	13.2	16.1	30.1
Dividends received	0.9	0.9	7.1	7.8	7.7
Rentals	4.2	3.9	4.6	5.0	5.7
Surcharges	0.9	0.9	1.3	1.8	2
Sundry income	0.0	0.1	0.1	1.4	10.2
Profit on sales of assets	0.0	0.1	0.1	0.1	4.5
Operating income	28.2	28.3	25.5	27.7	45.8
<i>Less: Operating expenses</i>	16.0	18.1	67.7	19.9	22.1
Administration	15.6	17.8	67.5	19.6	21.8
Members	0.4	0.3	0.2	0.3	0.3
Net operating income	12.2	10.2	-42.2	7.8	23.7
Interest appropriated to members	8.2	6.8	7.8	8.9	15.9
Transfer to reserves	4.0	3.4	-50.1	-1.1	7.7

Sources: Central Bank of Solomon Islands; and NPF Annual Audited Accounts.

1/ Financial year ending in June.

Table 19. Solomon Islands: Assets and Liabilities of the Development Bank of Solomon Islands, 2002–06

(In millions of Solomon Islands dollars)

End of Period	Assets			Staff Loans	Fixed Assets 1/	Other Assets 2/	Liabilities			Total Assets and Liabilities		
	Fixed Deposits	Term Loans	Equity Holdings				S.I.G	Liabilities Overseas	3/ N.P.F.		Capital & Reserves	Other Liabilities
2002	0.5	61.1	0.1	4.3	3.6	-26.1	7.1	10.6	2.6	-6.8	30.0	43.5
2003	0.7	57.5	0.1	3.6	2.3	-25.2	7.1	16.8	2.6	-15.5	28.0	38.9
2004	2.2	50.9	0.1	2.5	1.0	-27.3	0.0	20.2	3.8	-14.5	19.9	29.4
2005	0.3	36.5	0.0	0.7	2.1	-21.3	0.0	21.1	3.6	-13.6	7.1	18.1
2006	1.8	17.3	0.0	0.0	1.0	-5.0	0.0	21.1	3.5	-13.9	4.3	15.0
2005												
January	1.7	50.8	0.1	2.5	1.9	-28.1	0.0	21.1	3.7	-14.6	18.8	29.0
February	1.7	50.0	0.1	2.5	1.9	-27.9	0.0	21.1	3.7	-14.7	18.3	28.4
March	0.8	49.4	0.1	2.5	2.1	-27.6	0.0	21.1	3.7	-14.5	17.1	27.3
April	0.8	48.1	0.1	0.8	2.2	-25.8	0.0	21.1	3.7	-17.5	18.8	26.0
May	0.3	47.6	0.0	0.8	2.1	-25.4	0.0	21.1	3.7	-15.1	15.6	25.3
June	0.4	46.5	0.0	0.7	2.1	-25.9	0.0	21.1	3.6	-14.8	14.0	23.9
July	0.3	43.3	0.0	0.7	2.0	-24.8	0.0	21.1	3.6	-14.6	11.4	21.5
August	0.3	42.6	0.0	0.7	2.0	-24.6	0.0	21.1	3.6	-14.6	10.9	21.0
September	0.2	42.0	0.0	0.7	1.8	-23.2	0.0	21.1	3.6	-14.4	10.0	20.2
October	0.2	40.4	0.0	0.7	2.0	-23.8	0.0	21.1	3.6	-14.3	9.1	19.4
November	0.2	39.1	0.0	0.7	2.1	-23.1	0.0	21.1	3.6	-14.2	8.5	18.9
December	0.3	36.5	0.0	0.7	2.1	-21.3	0.0	21.1	3.6	-13.6	7.1	18.1
2006												
January	0.2	36.2	0.0	0.6	1.5	-20.9	0.0	21.1	3.6	-13.6	6.5	17.6
February	0.4	33.9	0.0	0.5	1.5	-19.2	0.0	21.1	3.6	-13.4	5.7	17.0
March	0.4	30.8	0.0	0.5	1.3	-17.4	0.0	21.1	3.6	-13.4	4.3	15.5
April	0.4	30.4	0.0	0.4	1.3	-17.4	0.0	21.1	3.6	-13.3	3.7	15.0
May	0.4	30.1	0.0	0.4	1.4	-16.8	0.0	21.1	3.6	-13.2	4.1	15.5
June	0.4	28.3	0.0	0.4	1.4	-15.5	0.0	21.1	3.6	-13.3	3.7	15.0
July	0.4	26.5	0.0	0.2	1.4	-13.1	0.0	21.1	3.6	-13.3	4.2	15.5
August	0.8	20.0	0.0	0.2	1.3	-7.3	0.0	21.1	3.6	-13.3	3.7	15.0
September	1.2	19.9	0.0	0.2	1.2	-6.8	0.0	21.1	3.5	-13.5	4.4	15.5
October	1.5	19.2	0.0	0.1	1.0	-6.8	0.0	21.1	3.5	-13.6	4.0	15.0
November	1.5	18.0	0.0	0.1	1.0	-5.2	0.0	21.1	3.5	-13.7	4.6	15.5
December	1.8	17.3	0.0	0.0	1.0	-5.0	0.0	21.1	3.5	-13.9	4.3	15.0

Source: Central Bank of Solomon Islands.

1/ Less provision for depreciation.

2/ Includes provisions for doubtful debts.

3/ Intermediated by the Solomon Islands government.

**Table 20. Solomon Islands: Income Statement of the Development
Bank of Solomon Islands, 2002–06**

(In millions of Solomon Islands dollars)

	2002	2003	2004	2005	2006
Interest income	4.5	4.1	4.4	4.1	2.1
Interest on loans	4.5	4.1	3.9	2.3	1.2
Interest on short-term deposits	0.0	0.0	0.5	1.8	0.0
Less: borrowing costs	2.2	2.1	0.9	0.0	0.0
Net interest income	2.2	2.0	3.5	4.1	2.1
Noninterest income	0.6	0.6	0.5	1.8	1.0
Fees	0.1	0.0	0.1	0.0	0.0
Dividends	0.0	0.0	0.0	0.0	0.0
Rents received	0.0	0.0	0.0	0.0	0.2
Other income	0.4	0.6	0.4	1.8	0.8
Profit from sale of fixed assets	0.1	0.0	0.0	0.0	0.0
Operating income after borrowing costs	2.9	2.6	4.0	5.9	2.9
Noninterest expenses	5.3	8.6	6.2	2.7	2.4
General operating costs	3.9	4.2	5.0	2.4	2.3
Director fees	0.1	0.0	0.0	0.0	0.0
Audit fees	0.3	0.0	0.0	0.0	0.0
Depreciation	0.6	0.0	0.0	0.0	0.0
Doubtful debt provision	0.4	4.4	1.2	0.3	0.1
Net operating income					
Before foreign exchange gains/losses	-2.5	-5.9	-2.6	-1.4	0.0
Foreign exchange gains/losses	-5.0	-3.4	0.0	0.0	0.0
Net profit/loss for current year	-7.5	-9.4	-2.6	1.4	-0.3
Retained profits/losses brought forward	-16.6	-24.0	-33.3	-35.9	-34.5
Transfer from reserve	0.0	0.0	0.0	0.0	0.0
Net profit/loss for current year	-7.5	-9.4	-2.6	1.4	-0.3
Retained profits/losses at end-year	-24.0	-33.3	-35.9	-34.5	-34.9

Sources: Central Bank of Solomon Islands; DBSI Onsite Examination Report and DBSI Audited Profit and Loss Accounts.

Table 21. Solomon Islands: Balance of Payments, 2000–06 1/

(In millions of U.S. dollars)

	2000	2001	2002	2003	2004	2005	Est. 2006
Current account balance	-31.7	-29.8	-23.2	-5.7	8.3	-72.3	-88.9
Trade balance	-32.9	-38.2	-11.3	-19.6	-24.7	-82.6	-130.2
Merchandise exports, f.o.b.	65.1	47.1	57.8	74.2	96.7	102.5	120.4
Logging	44.1	36.1	37.7	49.5	62.6	67.7	84.6
Fish	8.1	7.1	10.5	12.4	17.6	11.5	19.2
Minerals	0.3	0.1	0.0	0.1	0.4	0.2	0.8
Palm oil	1.3	0.0	0.0	0.0	0.0	0.0	4.0
Copra	6.8	0.1	0.3	1.0	3.4	2.2	1.8
Cocoa	1.8	0.9	4.1	7.1	5.4	8.5	4.0
Other	2.7	2.9	5.2	4.2	7.4	12.3	6.0
Merchandise imports, c.i.f.	98.1	85.3	69.1	93.8	121.4	185.1	250.6
Of which: Petroleum	18.4	14.1	16.6	26.6	23.5	43.1	54.4
Services and income (net)	13.8	-6.3	-6.3	0.5	9.1	7.0	25.4
Nonfactor services (net)	14.6	-6.4	-0.4	6.0	7.7	6.8	23.0
Factor income from abroad (net, accrual)	-0.8	0.1	-5.9	-5.5	1.4	0.1	2.5
Net current transfers	-12.6	14.7	-5.5	13.4	23.9	3.4	15.9
Private sector	-13.3	5.0	-12.1	4.2	14.2	3.2	14.9
Public sector	0.7	9.6	6.6	9.2	9.7	0.2	1.0
Capital account balance	8.5	17.2	6.3	21.1	28.1	82.5	94.6
Government sector	7.3	18.3	5.8	22.2	28.6	77.2	86.5
Monetary authorities (net)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Medium- and long-term lending	1.7	13.9	2.7	-0.6	-4.0	-1.5	-0.1
Inflows	4.4	16.8	6.0	3.1	0.3	6.0	5.3
Amortization (accrual)	2.7	2.9	3.3	3.6	4.3	7.5	5.4
Investment flow (projects)	5.5	4.4	3.1	22.7	32.5	78.7	86.6
Private sector	1.3	-1.1	0.5	-1.1	-0.4	5.3	8.1
Investment activities	2.4	1.0	1.0	-0.1	0.3	7.4	5.9
Medium- and long-term lending	-0.5	-1.2	0.0	-0.7	-0.5	-1.7	7.0
Inflows	0.4	0.0	0.5	0.0	0.0	0.4	7.3
Amortization	0.9	1.2	0.5	0.8	0.5	2.1	0.3
Other flows	-0.7	-0.9	-0.5	-0.3	-0.3	-0.4	-4.8
Overall balance (accrual)	-23.1	-12.6	-16.9	15.3	36.4	10.3	5.7
Commercial bank holdings (increase)	-3.6	3.5	1.4	2.0	2.2	0.5	0.5
Errors and omissions	-2.2	-9.7	14.1	2.3	5.8	-2.3	2.1
Exceptional financing	2.7	13.0	3.1	3.2	3.7	7.1	1.9
Interest arrears	1.2	2.4	4.1	3.1	2.3	-3.2	0.8
Amortization arrears	1.5	2.3	3.3	1.5	1.4	1.0	-0.2
Pending foreign exchange import requests	0.0	8.3	-4.3	-2.4	-1.5	-0.1	0.0
Debt forgiveness	0.0	0.0	0.0	1.0	1.5	9.4	1.3
Overall balance (cash)	-19.1	-12.8	-1.0	18.8	43.7	14.6	9.2

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ Import figures from 2001 onwards are based on customs data and net investment flow projects of the government from 2005 are based on more accurate estimates of aid flows from the authorities.

Table 22. Solomon Islands: Trade Indicators, 2000–06

	2000	2001	2002	2003	2004	2005	Est. 2006
	(Percentage change)						
Terms of trade	-5.0	0.3	-20.1	-16.6	-11.2	-12.6	8.3
Export indices							
Value	-48.1	-27.6	22.6	28.4	30.4	5.9	17.5
Volume	-40.4	-13.2	7.0	38.7	31.9	9.3	-2.2
Unit price	-13.0	-16.7	14.6	-7.4	-1.2	-3.1	20.1
Import indices							
Value	-11.9	-13.0	-19.0	35.7	29.4	52.4	35.4
Volume	-14.7	-6.2	-21.2	20.1	10.1	37.5	22.1
Unit price	3.3	-7.2	2.8	13.0	17.5	10.8	10.9
	(In percent of GDP)						
Current account balance							
Including transfers	-10.6	-10.9	-10.2	-2.5	3.1	-24.2	-26.5
Excluding transfers	-10.8	-14.4	-13.1	-6.4	-0.5	-24.3	-26.8

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

Table 23. Solomon Islands: Composition of Exports, 2000–06(Total values in thousands of U.S. dollars; unit values in U.S. dollars;
volumes in metric tons unless noted otherwise)

	2000	2001	2002	2003	2004	2005	Est. 2006
Timber, logs (cubic meters)							
Value	44,100	36,085	37,659	49,480	62,551	67,744	84,576
Unit value 1/	82	68	68	67	60	61	71
Volume	536,000	534,000	550,000	736,000	1,043,000	1,117,928	1,188,000
Unit value change	-1.2	-17.9	1.3	-1.8	-10.8	1.0	17.5
Fish							
Value	8,091	7,074	10,484	12,373	17,643	11,542	19,168
Unit value 1/	382	399	566	441	647	484	648
Volume	21,163	17,720	18,520	28,072	27,249	23,853	29,597
Unit value change	-44.2	4.4	41.8	-22.1	46.9	-25.3	33.8
Copra							
Value	6,827	82	329	1,042	3,413	2,180	1,848
Unit value 1/	359	48	190	70	156	83	87
Volume	19,004	1,701	1,731	14,848	21,831	26,182	21,214
Unit value change	2.8	-86.6	294.6	-63.0	122.8	-46.7	4.6
Cocoa							
Value	1,823	859	4,109	7,086	5,400	8,542	3,976
Unit value 1/	787	422	1,413	1,545	1,292	1,733	1,039
Volume	2,316	2,038	2,907	4,587	4,181	4,928	3,828
Unit value change	-62.6	-46.4	235.2	9.3	-16.4	34.2	-40.1
Palm oil							
Value	1,290	45	0	0	0	0	4,037
Unit value 1/	...	...	...	...	...	...	744
Volume	0	0	0	0	0	0	5,427
Unit value change	...	-96.5	...	...	...	...	...
Other (value)	2,972	2,972	5,210	4,229	7,740	12,457	6,788
Total exports, f.o.b.	65,102	47,118	57,790	74,210	96,747	102,465	120,393

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ Unit values reported are implied by data on the total volume and value of exports.

Table 24. Solomon Islands: Composition of Imports, 2000–06 1/

	2000	2001	2002	2003	2004	2005	Est. 2006
(In thousands of U.S. dollars)							
Oil imports	18,357	14,087	16,568	26,566	23,467	43,100	54,450
Food imports	15,595	23,296	20,004	20,381	26,284	38,642	35,453
Beverages & tobacco	1,003	4,608	2,481	3,674	3,437	2,153	3,858
Plants, vehicles & transport equipment	17,340	18,202	11,873	19,419	30,708	51,260	61,997
Building & construction materials	5,009	11,968	8,677	11,404	17,782	23,654	24,954
Chemical	1,772	4,446	3,713	5,526	8,143	9,618	12,937
Other imports	38,974	8,733	5,816	6,876	11,592	16,640	56,964
Total imports (c.i.f.)	98,050	85,341	69,133	93,847	121,412	185,067	250,613
(In percent of total imports)							
Oil imports	18.7	16.5	24.0	28.3	19.3	23.3	21.7
Food imports	15.9	27.3	28.9	21.7	21.6	20.9	14.1
Beverages and tobacco	1.0	5.4	3.6	3.9	2.8	1.2	1.5
Plants, vehicles, and transport equipment	17.7	21.3	17.2	20.7	25.3	27.7	24.7
Building and construction materials	5.1	14.0	12.6	12.2	14.6	12.8	10.0
Chemical	1.8	5.2	5.4	5.9	6.7	5.2	5.2
Other imports	39.7	10.2	8.4	7.3	9.5	9.0	22.7

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ Import figures from 2001 onwards are based on customs data.

Table 25. Solomon Islands: Exports by Country of Destination, 2000–06

(Percent of total)

	2000	2001	2002	2003	2004	2005	Est. 2006
Industrial countries	35.4	29.4	22.7	19.2	20.4	17.3	16.8
<i>Of which:</i>							
Japan	20.8	19.7	19.2	12.9	9.3	6.4	8.5
European Union	10.6	4.9	1.9	2.2	7.0	8.3	5.4
Australia	2.6	1.5	0.8	2.6	2.1	1.3	1.2
New Zealand	0.7	0.3	0.2	0.5	0.3	0.3	0.7
Other	0.7	3.0	0.6	1.0	1.7	1.0	1.1
Asia 1/	58.2	62.0	69.2	72.9	72.3	75.6	75.8
<i>Of which:</i>							
Korea	16.3	17.8	14.7	17.0	16.2	13.5	14.0
China	14.0	10.6	20.1	24.6	26.9	42.3	45.7
Philippines	9.7	8.5	9.4	7.9	4.6	4.6	4.0
Thailand	5.1	8.6	6.9	5.9	15.1	7.1	4.4
Singapore	0.8	1.1	3.7	5.3	2.8	1.5	1.2
Malaysia	1.6	1.5	2.2	1.9	1.0	1.3	1.2
Papua New Guinea	1.2	1.5	1.4	1.4	1.3	1.3	1.3
Other	9.6	12.5	10.7	8.9	4.4	4.1	3.9
Other countries	6.4	8.6	8.1	7.9	7.3	7.0	7.3

Source: IMF, Direction of Trade Statistics.

1/ Excluding Japan.

Table 26. Solomon Islands: Imports by Country of Origin, 2000–06

(Percent of total)

	2000	2001	2002	2003	2004	2005	Est. 2006
Industrial countries	45.9	47.0	42.8	39.1	41.1	39.5	44.7
<i>Of which:</i>							
Australia	27.3	28.9	31.4	27.4	24.7	26.2	25.3
Japan	5.3	3.6	2.3	2.8	3.8	3.8	7.8
New Zealand	5.6	4.9	5.0	4.6	7.8	4.7	5.0
United States	5.1	7.1	2.0	1.5	1.8	1.2	2.4
Other	2.6	2.4	2.1	2.8	3.1	3.6	4.1
Asia 1/	49.8	48.1	51.1	55.2	52.7	55.1	50.0
<i>Of which:</i>							
Singapore	24.9	18.4	19.7	20.7	23.2	25.7	23.4
China	3.0	3.8	2.8	3.3	3.1	3.9	2.8
Fiji	3.1	3.7	4.6	4.3	4.8	4.2	4.2
Papua New Guinea	3.0	3.6	4.5	4.1	4.7	4.1	4.1
Korea	0.7	0.5	0.8	0.7	0.8	1.3	1.3
Thailand	1.1	2.7	0.6	0.9	1.6	2.7	2.3
Malaysia	1.8	1.1	1.0	1.8	1.5	2.0	2.3
Other	12.1	14.2	17.0	19.4	13.0	11.2	9.6
Other countries	4.3	4.9	6.1	5.6	6.2	5.4	5.3

Source: IMF, *Direction of Trade Statistics*.

1/ Excluding Japan.

Table 27. Solomon Islands: Services, Income, and Transfers, 2000–06

(In millions of U.S. dollars)

	2000	2001	2002	2003	2004	2005	Est. 2006
Services and income	13.8	-6.3	-6.3	0.5	9.1	7.0	25.4
Nonfactor services (net)	14.6	-6.4	-0.4	6.0	7.7	6.8	23.0
Exports	48.6	24.7	16.7	21.2	30.4	36.3	53.1
Transportation	0.6	1.2	1.0	1.0	0.4	1.2	1.4
Travel	3.6	2.2	1.5	2.3	4.4	3.3	4.1
Communications	1.8	0.0	2.8	0.1	0.1	1.4	1.3
Financial services	21.7	7.9	0.1	0.9	1.2	0.6	4.1
Other	20.8	13.4	11.3	17.0	24.2	29.8	42.2
Imports	34.0	31.1	17.1	15.3	22.7	29.4	30.2
Transportation	4.6	3.3	3.8	3.1	6.0	8.7	9.9
Travel	8.7	6.5	4.4	4.5	4.4	4.7	4.1
Communications	2.7	1.6	1.8	2.2	1.6	1.9	1.7
Financial services	2.8	6.2	1.7	0.8	1.6	1.9	2.9
Other	15.3	13.5	5.5	4.6	9.1	12.2	11.7
Factor income (net)	-0.8	0.1	-5.9	-5.5	1.4	0.1	2.5
Credit	7.2	6.2	2.7	3.5	8.5	8.5	11.4
Official interest	2.7	1.1	0.5	0.7	2.5	3.1	4.4
Other	4.5	5.1	2.2	2.8	6.0	5.3	7.0
Debit	8.0	6.1	8.6	9.0	7.1	8.3	9.0
Official interest (accrual)	1.8	2.9	4.4	5.2	3.2	2.5	2.1
Other	6.2	3.2	4.3	3.8	3.9	5.9	6.8
Current transfers (net)	-12.6	14.7	-5.5	13.4	23.9	3.4	15.9
Private sector	-13.3	5.0	-12.1	4.2	14.2	3.2	14.9
Receipts	16.5	24.0	15.9	18.4	37.1	35.0	50.1
Payments	29.7	19.0	28.1	14.2	22.9	31.8	35.2
Public sector	0.7	9.6	6.6	9.2	9.7	0.2	1.0
Receipts	2.2	10.0	7.3	14.3	11.6	5.3	7.1
Payments	1.5	0.4	0.7	5.2	1.9	5.1	6.1

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

Table 28. Solomon Islands: Medium- and Long-Term Government External Debt and Disbursements, 2000–06

(In millions of U.S. dollars)

	2000	2001	2002	2003	2004	2005	Est. 2006
Total debt outstanding at year-end 1/	125.6	134.3	151.6	160.8	160.3	169.5	180.7
Total multilateral	92.2	87.9	89.8	96.7	100.1	100.0	112.1
Asian Development Bank	47.0	44.7	45.2	48.1	49.5	49.9	59.0
International Development Association	40.1	38.5	40.0	43.9	46.4	46.5	49.6
OPEC	2.1	1.9	1.8	1.6	1.1	1.0	0.8
International Fund for Agricultural Development	3.0	2.8	2.9	3.1	3.1	2.7	2.8
Total bilateral	19.1	30.5	42.3	41.8	37.0	35.2	33.9
European Community	6.1	5.8	6.2	7.3	5.1	6.0	6.4
European Investment Bank	3.3	3.0	3.3	3.9	2.4	1.4	1.4
United Kingdom	2.5	2.0	1.7	0.0	0.0	0.0	0.0
Kuwait	6.3	5.8	5.3	4.9	4.4	3.9	3.6
CDC	0.0	0.0	0.0	0.0	0.6	0.5	0.5
Taiwan Province of China	0.9	13.9	25.8	25.7	24.4	23.3	22.2
Commercial creditors	9.7	8.8	8.4	8.4	7.4	6.5	6.3
<i>Of which:</i>							
EFIC (Australia)	7.8	7.3	7.4	7.8	6.9	5.8	5.4
Klockner (Germany)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Marubeni (Hong Kong SAR)	1.9	1.5	1.1	0.6	0.2	0.0	0.0
Multichem (New Zealand)	0.0	0.0	0.0	0.0	0.3	0.3	0.3
Mark Barnes (USA)	0.0	0.0	0.0	0.0	0.0	0.1	0.1
McConnel Dowell (New Zealand)	0.0	0.0	0.0	0.0	0.0	0.3	0.6
Arrears	4.6	7.1	11.1	13.8	15.8	27.8	28.4
Total disbursements	0.8	13.0	12.0	3.1	0.3	6.0	6.9
Multilateral	0.8	0.0	0.0	3.1	0.3	6.0	5.3
Asian Development Bank	0.0	0.0	0.0	0.0	0.0	2.7	4.1
International Development Association	0.8	0.0	0.0	3.1	0.3	3.3	1.2
OPEC	0.0	0.0	0.0	0.0	0.0	0.0	0.0
International Fund for Agricultural Development	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Bilateral	0.0	13.0	12.0	0.0	0.0	0.0	1.1
European Community	0.0	0.0	0.0	0.0	0.0	0.0	0.0
European Investment Bank	0.0	0.0	0.0	0.0	0.0	0.0	0.0
United Kingdom	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Kuwait	0.0	0.0	0.0	0.0	0.0	0.0	0.0
CDC	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Taiwan Province of China	0.0	13.0	12.0	0.0	0.0	0.0	1.1
Commercial creditors	0.0	0.0	0.0	0.0	0.0	0.0	0.5
EFIC (Australia)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Klockner (Germany)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Marubeni (Hong Kong SAR)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Others	...	...	...	...	...	...	0.5

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ Includes arrears.

Table 29. Solomon Islands: Medium- and Long-Term External Government Debt-Service Payments, 2000–06

(Accrual basis; in millions of U.S. dollars)

	2000	2001	2002	2003	2004	2005	Est. 2006
Amortization	2.7	2.9	3.3	3.6	4.3	7.5	5.4
Total multilateral	1.2	1.3	1.4	2.1	2.4	2.2	2.4
Asian Development Bank	0.9	1.0	1.0	1.3	1.3	1.1	1.3
International Development Association	0.2	0.2	0.3	0.6	0.8	0.8	0.9
OPEC	0.0	0.0	0.0	0.2	0.2	0.2	0.2
International Fund for Agricultural Development	0.1	0.1	0.1	0.1	0.1	0.2	0.1
Total bilateral	1.0	1.2	1.5	1.1	1.5	2.3	2.0
European Community	0.1	0.1	0.3	0.4	0.4	0.2	0.5
European Investment Bank	0.1	0.1	0.1	0.1	0.1	0.3	0.4
United Kingdom	0.4	0.4	0.4	0.0	0.0	0.0	0.0
Kuwait	0.4	0.6	0.6	0.6	0.4	0.6	0.4
CDC	0.0	0.0	0.0	0.1	0.1	0.1	0.1
Taiwan Province of China	0.0	0.0	0.1	0.0	0.6	1.1	0.6
Commercial creditors	0.5	0.4	0.4	0.4	0.4	3.1	1.0
EFIC (Australia)	0.1	0.0	0.0	0.0	0.0	0.5	0.5
Klockner (Germany)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Marubeni (Hong Kong SAR)	0.4	0.4	0.4	0.4	0.4	2.6	0.0
Multichem (New Zealand)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Mark Barnes (USA)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
McConnel Dowell (New Zealand)	0.0	0.0	0.0	0.0	0.0	0.0	0.4
Interest payments	1.8	2.1	2.5	2.6	2.6	2.5	2.1
Total multilateral	0.9	0.8	0.8	1.0	1.0	1.0	0.9
Asian Development Bank	0.5	0.4	0.5	0.6	0.6	0.5	0.5
International Development Association	0.3	0.3	0.3	0.3	0.3	0.3	0.3
OPEC	0.1	0.1	0.1	0.0	0.0	0.1	0.1
International Fund for Agricultural Development	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total bilateral	0.5	0.9	1.3	1.3	1.3	1.3	1.0
European Community	0.1	0.0	0.1	0.1	0.1	0.0	0.1
European Investment Bank	0.1	0.1	0.1	0.1	0.1	0.0	0.0
United Kingdom	0.1	0.1	0.1	0.0	0.0	0.0	0.0
Kuwait	0.2	0.2	0.2	0.2	0.2	0.3	0.4
CDC	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Taiwan Province of China	0.0	0.5	0.9	0.9	0.9	0.9	0.4
Commercial creditors	0.4	0.4	0.4	0.3	0.3	0.2	0.2
EFIC (Australia)	0.3	0.3	0.3	0.3	0.3	0.2	0.2
Klockner (Germany)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Marubeni (Hong Kong SAR)	0.1	0.1	0.1	0.0	0.0	0.0	0.0
Memorandum items:							
Arrears	4.6	7.1	11.1	13.8	15.8	27.8	28.4
Principal	2.9	4.7	7.4	7.6	9.0	24.1	23.9
Interest	1.7	2.4	3.7	6.2	6.9	3.7	4.5

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

**Table 30. Solomon Islands: Medium- and Long-Term
External Debt Indicators, 2000–06**

	2000	2001	2002	2003	2004	2005	Est. 2006
(Accrual basis; in millions of U.S. dollars)							
Total debt service	3.6	10.1	9.3	7.3	8.5	10.7	8.0
Amortization	3.6	4.1	3.8	4.4	5.9	8.1	5.9
Interest payments	...	6.0	5.5	2.8	2.6	2.5	2.1
Public sector	4.4	4.9	5.7	6.3	6.8	10.0	7.5
Amortization	2.7	2.9	3.3	3.6	4.3	7.5	5.4
Interest payments 1/	1.7	2.0	2.4	2.6	2.6	2.5	2.1
Private sector	...	5.2	3.6	1.0	1.7	0.7	0.5
Amortization	0.9	1.2	0.5	0.8	1.6	0.6	0.5
Interest payments	...	4.0	3.1	0.2	0.1	0.1	0.0
(Percent of exports of goods and nonfactor services)							
Total debt service	...	14.1	12.5	7.6	6.7	7.7	4.6
Amortization	3.1	5.7	5.1	4.7	4.6	5.8	3.4
Interest payments	...	8.4	7.4	3.0	2.1	1.8	1.2
Public sector	3.9	6.9	7.7	6.6	5.4	7.2	4.3
Amortization	2.4	4.0	4.5	3.8	3.4	5.4	3.1
Interest payments 1/	1.5	2.8	3.2	2.8	2.0	1.8	1.2
Private sector	...	7.3	4.8	1.0	1.3	0.5	0.3
Amortization	0.8	1.7	0.6	0.8	1.3	0.4	0.3
Interest payments	...	5.6	4.2	0.2	0.1	0.1	0.0
Memorandum items:							
Exports of goods and nonfactor services (in millions of U.S. dollars)	113.7	71.8	74.5	95.4	127.1	138.7	173.6
External government debt (percent of GDP) 2/	42.0	49.0	66.6	69.5	60.4	56.9	53.9
Implied interest rate on stock of external debt (percent)	1.4	1.5	1.6	1.6	1.6	1.5	1.2

Sources: Data provided by the Solomon Islands authorities; and Fund staff estimates.

1/ Excludes interest arrears.

2/ Includes external debt arrears.

Table 31. Solomon Islands: Bilateral Exchange Rates, 2000–07

(In Solomon Islands dollars; per unit of foreign currency, end of period)

	Australian Dollar	Japanese Yen 1/	New Zealand Dollar	U.S. Dollar	U.K. Pound Sterling	SDR
Annual averages						
2000	2.93	4.70	2.31	5.09	7.71	6.70
2001	2.72	4.34	2.21	5.30	7.63	6.73
2002	3.82	5.63	3.27	6.99	10.58	9.10
2003	4.94	6.50	4.40	7.51	12.37	10.57
2004	5.51	6.95	4.97	7.49	13.72	11.11
2005	5.74	6.81	5.29	7.53	13.65	11.10
2006	5.76	6.54	4.95	7.60	14.09	11.22
2004						
January	5.75	7.10	5.03	7.52	13.62	11.14
February	5.77	6.87	5.14	7.49	13.84	11.08
March	5.68	7.17	4.91	7.48	13.72	11.07
April	5.40	6.79	4.65	7.48	13.26	10.86
May	5.33	6.76	4.71	7.47	13.70	10.97
June	5.14	6.89	4.71	7.46	13.52	10.94
July	5.22	6.66	4.72	7.47	13.56	10.89
August	5.25	6.83	4.87	7.49	13.43	10.94
September	5.36	6.76	5.02	7.50	13.49	11.02
October	5.59	7.06	5.12	7.50	13.73	11.24
November	5.83	7.27	5.36	7.50	14.30	11.51
December	5.85	7.21	5.39	7.51	14.50	11.66
2005						
January	5.81	7.22	5.33	7.51	14.11	11.45
February	5.93	7.17	5.42	7.51	14.43	11.50
March	5.80	7.00	5.32	7.51	14.14	11.35
April	5.87	7.10	5.47	7.51	14.37	11.40
May	5.68	6.96	5.35	7.52	13.67	11.09
June	5.74	6.81	5.26	7.51	13.47	10.94
July	5.71	6.71	5.14	7.52	13.21	10.92
August	5.63	6.77	5.17	7.53	13.43	10.99
September	5.76	6.68	5.21	7.56	13.35	10.96
October	5.67	6.55	5.33	7.58	13.47	10.95
November	5.67	6.33	5.31	7.58	13.08	10.79
December	5.56	6.42	5.16	7.58	13.04	10.83
2006						
January	5.70	6.45	5.17	7.59	13.44	10.97
February	5.61	6.53	5.01	7.59	13.26	10.90
March	5.44	6.47	4.66	7.59	13.17	10.94
April	5.73	6.64	4.81	7.59	13.73	11.17
May	5.81	6.78	4.86	7.60	14.30	11.36
June	5.65	6.61	4.59	7.60	13.94	11.24
July	5.82	6.62	4.70	7.60	14.17	11.28
August	5.80	6.49	4.95	7.61	14.52	11.33
September	5.70	6.47	4.98	7.62	14.24	11.24
October	5.86	6.47	5.07	7.62	14.46	11.27
November	5.98	6.54	5.17	7.62	14.90	11.48
December	6.03	6.40	5.38	7.62	14.95	11.46
2007						
January	5.90	6.28	5.25	7.64	14.92	11.42
February	6.02	6.45	5.35	7.64	14.95	11.43
March	6.17	6.49	5.45	7.64	14.96	11.52

Sources: IMF, *International Financial Statistics*; and Fund staff estimates.

1/ Solomon Islands dollar per 100 yen.

Table 32. Solomon Islands: Exchange Rate Indicators, 2000–07

(Index: 2000=100)

		Real Effective Exchange Rate	Nominal Effective Exchange Rate	Relative Price Index 1/	Exchange Rate Index 2/
Annual averages					
2000		100.0	100.0	100.0	100.0
2001		108.7	103.4	105.2	96.5
2002		90.2	80.1	113.1	76.1
2003		78.5	64.4	122.1	67.8
2004		77.1	60.3	128.0	68.0
2005		79.5	59.1	134.6	67.6
2006		83.4	58.5	142.0	66.9
2000	I	93.1	96.3	96.7	100.2
	II	97.1	98.7	98.5	100.0
	III	103.3	100.7	102.7	99.9
	IV	106.5	104.3	102.1	99.8
2001	I	108.8	104.3	104.4	99.5
	II	110.8	105.3	105.3	97.2
	III	107.8	103.0	104.7	96.0
	IV	107.3	101.1	106.3	93.3
2002	I	102.2	94.9	107.8	86.7
	II	90.3	82.3	109.8	78.0
	III	82.6	72.1	114.7	70.1
	IV	85.5	71.2	120.2	69.4
2003	I	80.7	67.1	120.4	68.0
	II	79.6	64.8	122.9	67.7
	III	78.2	64.2	121.9	67.7
	IV	75.5	61.4	123.1	67.8
2004	I	75.5	59.5	126.9	67.9
	II	78.6	61.5	128.0	68.1
	III	78.3	61.3	127.9	68.1
	IV	76.0	58.8	129.4	67.9
2005	I	75.7	57.9	130.8	67.8
	II	77.9	58.7	132.8	67.7
	III	81.8	59.6	137.4	67.6
	IV	82.5	60.2	137.2	67.2
2006	I	83.3	59.6	139.0	67.0
	II	83.5	58.7	141.6	67.0
	III	83.4	58.3	142.3	66.9
	IV	83.3	57.5	144.9	66.7
2007	I	82.7	57.0	145.2	66.7

Source: IMF, *Information Notice System*.

1/ Consumer price index in the Solomon Islands relative to a weighted average of consumer price indices in major trading partners.

2/ U.S. dollar/Solomon Islands dollar exchange rate index.