

Table 1. Chad: Quantitative Performance Criteria and Benchmarks for the Second Annual Program Under the Poverty Reduction and Growth Facility
(In billions of CFA francs.)

	Cumulative Changes from January 1, 2001				Cum. Change from Jan. 1, 2002
	End-March 2001	End-June 2001	End-Sept. 2001	End-Dec. 2001	End-March 2002
	Est.	Crit.	Crit.	Ind. bench.	Ind. bench.
Quantitative performance criteria					
Ceiling on the increase in net credit of the banking system to the central government (excluding IMF resources) 1/	4.0	7.1	7.4	11.2	2.0
Floor on current primary fiscal balance 2/	-2.9	-2.3	-6.4	-3.3	-4.0
Floor on total government revenue, excluding grant 3/	18.2	43.0	69.0	96.0	20.3
Nonaccumulation of external payments arrears of the central government (cumulative since Jan. 1, 2001) 4/ 5/	2.3	0.0	0.0	0.0	0.0
Ceiling on new nonconcessional external debt with maturities of more than one year contracted or guaranteed by the central government (cumulative) 6/	0.0	0.0	0.0	0.0	0.0
Ceiling on net change in external debt with a maturity of up to and including one year, except normal trade financing (cumulative)	0.0	0.0	0.0	0.0	0.0
Indicative benchmarks 7/					
Current expenditure on health 8/	1.8	4.3	7.1	9.4	2.3
Current expenditure on education 8/	3.6	9.1	14.4	19.6	4.9
Total wage spending by the central government (including military)	13.5	28.0	42.5	57.3	15.6
Adjustors					
Net reduction of domestic payments arrears of the government	-4.4	0.0	6.7	7.0	1.0
Privatization revenue	0.0	0.0	0.0	3.0	0.0
Balance of payments assistance	0.0	15.2	41.4	42.4	14.6
Adjustment lending (excl. IMF)	0.0	0.0	21.4	21.4	14.6
Adjustment grants	0.0	13.4	17.3	17.3	0.0
Debt relief excluding HIPC	0.0	1.8	2.7	3.6	0.0

Sources: Chadian authorities; Bank of Central African States (BEAC); and staff estimates and projections.

1/ The targets will be adjusted (i) upward for a shortfall in balance of payments assistance (as identified in the adjustors and excluding projected lending and grants) up to an amount equivalent to 75 percent of the shortfall; (ii) downward to take account of a lower repayment of domestic arrears than foreseen under the program for the corresponding period; and (iii) upward for a shortfall in sales of assets revenue up to an amount equivalent to 75 percent of the shortfall.

2/ Defined as total revenue less grants, minus current primary spending (current spending, less electoral and famine-related outlays and less interest payments).

3/ Net of reimbursements under the system of treasury checks.

4/ Monitored on a continuous basis.

5/ Excluding external payments arrears incurred pending debt rescheduling.

6/ Nonconcessional loans defined as loans with a grant element of less than 35 percent, using discount rates based on the commercial interest reference rates (CIRRs). An exception will be made for a nonconcessional IBRD loan in an amount of US\$35 million contracted by the government of Chad in the context of the Chad-Cameroon Pipeline Project.

7/ These indicators will not constitute performance criteria of the program.

8/ Including wages.

Table 2. Chad: Structural Performance Criterion and Benchmarks for the Second Year of the Program under the PRGF Arrangement

Structural Performance Criteria	Date
Completion of the audit on the use of the oil bonus as of December 31, 2000	September 30, 2001
Structural Benchmarks	
Agreement with commercial banks on the payment of interest on government accounts	June 30, 2001
Launching of the bidding procedures to recruit a reputable international firm to carry out the functional and financial audit of customs administration	July 31, 2001
Adoption by the government of the principles guiding the pricing and taxation mechanisms of the Sedigi oil and gas field	September 30, 2001
