

## SLOVAKIA - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	36.3	35.3	36.7	35.9	35.8	+0.5
<i>(net of pension reform)</i>	36.3	35.3	37.1	36.9	36.9	+1.6
<i>of which:</i>						
- Taxes	18.2	17.6	17.4	17.3	17.3	-0.3
- Social security contributions	13.9	12.5	13.1	12.5	12.3	-0.2
<i>(net of pension reform)</i>	13.9	12.5	13.5	13.5	13.4	+0.9
- Other (residual)	4.2	5.2	6.2	6.1	6.2	+1.0
<b>Expenditure</b>	40.0	39.1	40.4	39.8	38.8	-0.3
<i>of which:</i>						
- Primary expenditure	37.4	36.8	38.0	37.5	36.5	-0.3
<i>of which:</i>						
Gross fixed capital formation	2.5	2.6	2.6	2.5	2.3	-0.3
Consumption /1	12.6	12.3	12.4	12.3	12.0	-0.3
Transfers & subsidies	19.9	18.5	18.9	18.8	18.4	-0.1
Other (residual)	2.5	3.4	4.1	3.9	3.8	+0.4
- Interest payments	2.6	2.3	2.4	2.3	2.3	0.0
<b>Budget balance</b>	-3.7	-3.8	-3.8	-3.9	-3.0	+0.8
<i>(net of pension reform)</i>	-3.7	-3.8	-3.4	-2.9	-1.9	+1.9
<b>Primary balance</b>	-1.1	-1.5	-1.4	-1.6	-0.7	+0.8
<i>(net of pension reform)</i>	-1.1	-1.5	-1.0	-0.6	+0.4	+1.9
/1 outlays for wages and goods and services.						
<i>Sources:</i>						
Convergence programme; Commission services calculations						

## CZECH REPUBLIC - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	41.9	42.4	41.1	40.9	40.6	-1.8
<i>of which:</i>						
- Taxes & social security contributions	37.1	37.0	35.9	35.8	35.4	-1.6
- Other (residual)	4.8	5.4	5.2	5.1	5.2	-0.2
<b>Expenditure</b>	54.5	47.6	45.8	44.7	43.9	-3.7
<i>p.m. excluding one-off operations</i>	47.5	46.4				-2.5
<i>of which:</i>						
- Primary expenditure	53.2	46.4	44.4	43.2	42.3	-4.1
<i>of which:</i>						
Gross fixed capital formation	4.2	4.3	4.4	4.5	4.6	+0.3
Consumption	23.8	22.9	22.4	22.0	21.8	-1.1
Transfers other than in kind & subsidies	15.4	15.1	14.4	14.0	13.5	-1.6
Other (residual)	9.8	4.0	3.1	2.7	2.5	-1.5
- Interest payments	1.3	1.2	1.4	1.5	1.6	+0.4
<b>Budget balance</b>	-12.6	-5.2	-4.7	-3.8	-3.3	-1.9
<i>p.m. excluding one-off operations</i>	ca. -5.6	ca. -4				ca. -0.7
<b>Primary balance</b>	-11.3	-4.0	-3.3	-2.3	-1.7	-2.3
<i>p.m. excluding one-off operations</i>	-4.3	-2.8				-1.1
<i>Sources:</i>						
Convergence programme update; Commission services calculations						

## POLAND - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	43.7	43.2	44.5	44.8	44.0	<b>+0.8</b>
<i>of which:</i>						
- Taxes	22.3	22.1	22.3	22.5	22.5	<b>+0.4</b>
- Social security contributions	13.5	13.0	13.2	13.1	13.0	<b>+0.0</b>
- Interest revenue	0.6	1.0	1.1	0.9	0.9	<b>-0.1</b>
- Other (residual)	7.3	7.1	7.9	8.3	7.6	<b>+0.5</b>
<b>Expenditure</b>	47.6	48.6	48.4	48.0	46.2	<b>-2.4</b>
<i>of which:</i>						
- Primary expenditure	44.5	45.8	45.8	45.3	43.6	<b>-2.2</b>
<i>of which:</i>						
Gross fixed capital formation	3.4	4.1	4.2	4.3	4.0	<b>-0.1</b>
Consumption (collective & individual)	17.6	17.3	17.5	17.1	16.9	<b>-0.4</b>
Transfers (other than in kind)	17.6	16.1	15.2	15.1	14.4	<b>-1.7</b>
Subsidies	0.4	0.7	0.9	0.9	0.9	<b>+0.2</b>
Other (residual)	5.5	7.6	8.0	7.9	7.4	<b>-0.2</b>
- Interest payments	3.1	2.8	2.6	2.7	2.6	<b>-0.2</b>
<b>Budget balance</b>	<b>-3.9</b>	<b>-5.4</b>	<b>-3.9</b>	<b>-3.2</b>	<b>-2.2</b>	<b>-3.2</b>
<b>Primary balance</b>	<b>-0.8</b>	<b>-2.6</b>	<b>-1.3</b>	<b>-0.5</b>	<b>0.4</b>	<b>-2.2</b>
<i>Sources:</i>						
<i>Convergence programme update; Commission services calculations</i>						

## HUNGARY - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	<b>44.3</b>	<b>44.8</b>	<b>43.6</b>	<b>43.8</b>	<b>43.2</b>	<b>43.4</b>	<b>-1.4</b>
<i>of which:</i>							
- Taxes & social security contributions	39.9	39.3	38.9	38.6	38.1	37.6	-1.7
- Other (residual)	4.4	5.5	4.7	5.2	5.1	5.8	0.3
<b>Expenditure</b>	<b>49.8</b>	<b>49.3</b>	<b>47.4</b>	<b>46.9</b>	<b>45.6</b>	<b>45.2</b>	<b>-4.1</b>
<i>of which:</i>							
- Primary expenditure	45.6	44.9	43.5	43.4	42.4	42.2	-2.7
<i>of which:</i>							
Gross fixed capital formation	3.4	3.5	1.8	2.9	2.7	2.9	-0.6
Collective consumption	10.5	9.6	9.3	8.8	8.6	8.3	-1.3
Social benefits in kind	12.1	11.2	11.0	10.4	10.1	9.8	-1.4
Transfers other than in kind & subsidies	15.7	16.7	16.6	16.6	16.2	16.1	-0.6
Other (residual)	3.9	3.9	4.8	4.7	4.8	5.1	1.2
- Interest payments	4.2	4.4	3.9	3.5	3.2	3.0	-1.4
Budget balance adjusted by pension reform	-5.5	-4.5	-3.8	-3.1	-2.4	-1.8	2.7
<b>Budget balance not adjusted by pension reform</b>	<b>-6.2</b>	<b>-5.3</b>	<b>-4.7</b>	<b>-4.1</b>	<b>-3.4</b>	<b>-2.8</b>	<b>2.5</b>
Primary balance adjusted by pension reform	-1.6	-0.3	0.0	0.3	0.7	1.1	1.4
<b>Primary balance not adjusted by pension reform</b>	<b>-2.3</b>	<b>-1.1</b>	<b>-0.9</b>	<b>-0.7</b>	<b>-0.3</b>	<b>0.1</b>	<b>1.2</b>
<i>Sources:</i>							
<i>Convergence programme update; Commission services calculations</i>							

## SLOVENIA - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	46.2	46.1	46.0	45.6	46.3	+0.2
<i>of which:</i>						
- Taxes & social security contributions	40.4	39.6	39.0	38.6	38.6	-1.0
- Other (residual)	5.8	6.5	7.0	7.0	7.7	+1.2
<b>Expenditure</b>	48.2	48.2	48.0	47.4	47.4	-0.8
<i>of which:</i>						
- Primary expenditure	46.1	46.3	46.2	45.7	45.8	-0.5
<i>of which:</i>						
Gross fixed capital formation	2.8	2.9	2.9	2.8	3.0	+0.1
Collective consumption	8.4	8.3	8.3	8.1	7.9	-0.4
Transfers & subsidies	20.8	20.5	20.3	20.1	20.0	-0.5
Other (residual)	14.2	14.5	14.8	14.7	15.0	+0.5
- Interest payments	2.1	1.9	1.8	1.7	1.6	-0.3
<b>Budget balance</b>	<b>-2.0</b>	<b>-2.1</b>	<b>-2.1</b>	<b>-1.8</b>	<b>-1.1</b>	<b>+1.0</b>
<b>Primary balance</b>	<b>-0.5</b>	<b>-0.6</b>	<b>-0.6</b>	<b>-0.3</b>	<b>0.3</b>	<b>+0.9</b>
<i>Sources:</i>						
<i>Convergence programme update; Commission services calculations</i>						

## LATVIA - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	34.5	34.3	37.7	37.3	35.1	0.8
<i>of which:</i>						
- Taxes & social security contributions	29.1	28.3	28.1	28.0	27.5	-0.8
- Other (particularly, foreign financial assistance and self-earned revenues)	5.4	6.0	9.6	9.3	7.6	1.6
<b>Expenditure</b>	36.0	36.0	39.3	38.8	36.5	0.5
<i>of which:</i>						
- Primary expenditure	35.2	35.2	38.5	38.1	35.8	0.6
<i>of which:</i>						
Gross fixed capital formation	1.5	1.6	1.8	1.9	1.9	0.3
Consumption	11.7	11.6	11.9	12.0	12.3	0.7
Transfers & subsidies	10.4	9.5	9.3	9.2	8.7	-0.8
- Other (particularly, co-financing of EU-funds related expenditure, payments to international organizations, investment)	11.6	12.5	15.5	15.0	12.9	0.4
- Interest payments	0.8	0.8	0.8	0.7	0.7	-0.1
<b>Budget balance</b>	<b>-1.5</b>	<b>-1.7</b>	<b>-1.6</b>	<b>-1.5</b>	<b>-1.4</b>	<b>0.3</b>
<b>Primary balance</b>	<b>-0.7</b>	<b>-0.9</b>	<b>-0.9</b>	<b>-0.8</b>	<b>-0.7</b>	<b>0.2</b>
<i>Sources:</i>						
<i>Convergence programme update; Commission services calculations</i>						

## LITHUANIA - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	32.3	33.0	34.4	34.7	34.5	<b>1.5</b>
<i>of which:</i>						
- Taxes & social security contributions	28.6	28.5	29.0	28.9	28.9	<b>0.4</b>
- Other (residual)	3.7	4.4	5.4	5.8	5.6	<b>1.2</b>
<b>Expenditure</b>	34.1	35.5	36.9	36.5	36.0	<b>0.5</b>
<i>of which:</i>						
- Primary expenditure	32.8	34.4	35.8	35.5	34.8	<b>0.6</b>
<i>of which:</i>						
Gross fixed capital formation	3.0	3.4	4.9	5.2	5.0	<b>1.6</b>
Consumption	18.7	17.9	17.9	16.9	16.2	<b>-1.7</b>
Transfers other than in kind+subsidies	10.0	10.2	10.1	10.1	9.9	<b>-0.3</b>
Other (residual)	1.1	2.9	2.9	3.4	3.9	<b>1.0</b>
- Interest payments	1.3	1.1	1.1	1.0	1.0	<b>-0.1</b>
<b>Budget balance</b>	<b>-1.9</b>	<b>-2.5</b>	<b>-2.5</b>	<b>-1.8</b>	<b>-1.5</b>	<b>1.0</b>
<b>Primary balance</b>	<b>-0.6</b>	<b>-1.5</b>	<b>-1.4</b>	<b>-0.8</b>	<b>-0.5</b>	<b>1.0</b>
<i>Sources:</i>						
<i>Convergence programme update; Commission services calculations</i>						

## ESTONIA - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	38.9	41.0	40.7	39.0	37.6	37.5	<b>-3.5</b>
<i>of which:</i>							
- Taxes	21.9	21.3	21.4	20.4	19.5	19.6	<b>-1.7</b>
- Social Security contributions	11.5	11.1	10.9	10.7	10.5	10.5	<b>-0.6</b>
- Other (residual)	5.5	8.6	8.4	7.9	7.6	7.4	<b>-1.2</b>
<b>Expenditure</b>	35.8	40.0	40.7	39.0	37.6	37.5	<b>-2.5</b>
<i>of which:</i>							
- Primary expenditure	35.5	39.7	40.5	38.8	37.4	37.3	<b>-2.4</b>
<i>of which:</i>							
Gross fixed capital formation	3.4	4.4	4.4	4.0	3.9	3.9	<b>-0.5</b>
Collective Consumption	8.8	9.3	9.1	8.7	7.7	7.6	<b>-1.7</b>
Transfers	19.5	20.2	20.4	20.3	20.1	20.1	<b>-0.1</b>
Subsidies	0.9	1.4	1.4	1.3	1.3	1.3	<b>-0.1</b>
Other (residual)	2.9	4.5	5.1	4.5	4.4	4.4	<b>-0.1</b>
- Interest payments	0.3	0.3	0.2	0.2	0.2	0.2	<b>-0.1</b>
<b>Budget balance</b>	<b>3.1</b>	<b>1.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-1.0</b>
<b>Primary balance</b>	<b>3.4</b>	<b>1.3</b>	<b>0.2</b>	<b>0.2</b>	<b>0.2</b>	<b>0.2</b>	<b>-1.1</b>
<i>Sources:</i>							
<i>Convergence programme update; Commission services calculations</i>							

### CYPRUS - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	39.1	39.0	40.1	40.5	40.6	40.6	<b>1.6</b>
<i>of which:</i>							
- Taxes & social contributions	33.4	34.3	34.7	35.1	35.3	35.4	<b>1.1</b>
- Other (residual)	5.7	4.7	5.4	5.4	5.3	5.2	<b>0.5</b>
<b>Expenditure</b>	45.4	43.8	43.0	42.2	42.1	41.5	<b>-2.3</b>
<i>of which:</i>							
- Primary expenditure	41.9	40.3	39.4	38.7	38.6	38.1	<b>-2.2</b>
<i>of which:</i>							
Gross fixed capital formation	3.4	2.4	2.3	2.2	2.2	2.1	<b>-0.3</b>
Collective consumption	11.0	9.5	9.4	9.5	9.5	9.4	<b>-0.1</b>
Transfers & subsidies	21.6	22.4	21.9	21.2	21.1	20.9	<b>-1.5</b>
Other (residual)	5.9	6.0	5.8	5.8	5.8	5.7	<b>-0.3</b>
- Interest expenditure	3.5	3.5	3.6	3.5	3.5	3.4	<b>-0.1</b>
<b>Budget balance</b>	<b>-6.3</b>	<b>-4.8</b>	<b>-2.9</b>	<b>-1.7</b>	<b>-1.5</b>	<b>-0.9</b>	<b>+3.9</b>
<b>Primary balance</b>	<b>-2.9</b>	<b>-1.3</b>	<b>0.7</b>	<b>1.8</b>	<b>2.0</b>	<b>2.5</b>	<b>+3.8</b>
<i>Sources:</i>							
Convergence programme update; Commission services calculations							

### MALTA - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	40.7	44.7	45.9	44.5	42.9	<b>-1.8</b>
<i>of which:</i>						
- Taxes & social security contributions	32.8	34.1	34.7	34.3	34.1	<b>0.0</b>
- Other (residual)	7.8	10.3	11.0	10.0	8.5	<b>-1.8</b>
<b>Expenditure</b>	50.3	49.9	49.7	46.8	44.3	<b>-5.6</b>
<i>of which:</i>						
- Primary expenditure	46.5	46.1	45.7	42.9	41.5	<b>-4.6</b>
<i>of which:</i>						
Gross fixed capital formation	4.6	4.8	-	-	-	<b>-</b>
Consumption	10.6	11.2	-	-	-	<b>-</b>
Transfers & subsidies	14.9	14.5	14.0	13.5	13.2	<b>-1.3</b>
Other (residual)	16.3	15.5	-	-	-	<b>-</b>
- Interest payments	3.8	3.8	4.0	3.9	3.8	<b>0.0</b>
<b>Budget balance</b>	<b>-9.6</b>	<b>-5.2</b>	<b>-3.7</b>	<b>-2.3</b>	<b>-1.4</b>	<b>3.8</b>
<b>Primary balance</b>	<b>-5.8</b>	<b>-1.4</b>	<b>0.3</b>	<b>1.6</b>	<b>2.4</b>	<b>3.8</b>
<i>Sources:</i>						
Convergence programme update; Commission services calculations						

## GERMANY - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	45.0	43 ½	43	43	42 ½	42 ½	<b>-1</b>
<i>of which:</i>							
- Taxes & social security contributions	41.2	40	40	39½	39½	39	<b>-1</b>
- Other (residual)	3.8	3 ½	3 ½	3 ½	3 ½	3	<b>-½</b>
<b>Expenditure</b>	48.8	47 ½	46	45 ½	44 ½	43 ½	<b>-4</b>
<i>of which:</i>							
- Primary expenditure	45.7	44½	43	42½	41½	40½	<b>-4</b>
<i>of which:</i>							
Gross fixed capital formation	1.5	1 ½	1 ½	1 ½	1 ½	1 ½	<b>0</b>
Collective consumption & social transfers in kind	19.7	19	18½	18½	18	17½	<b>-1 ½</b>
Monetary transfers	19.7	19½	19	18	18	17½	<b>-2</b>
Subsidies	1.4	1 ½	1	1	1	1	<b>-½</b>
Other (residual)	3.4	3	3	3	3	3	<b>0</b>
- Interest payments	3.1	3	3	3	3	3	<b>0</b>
<b>Budget balance</b>	-3.8	-3 ¾	-3	-2 ½	-2	-1 ½	<b>2 ¼</b>
<b>Primary balance</b>	-0.7	- ½	0	½	1 ½	2	<b>2 ½</b>
<i>Sources:</i>							
<i>Stability programme update; Commission services calculations</i>							

## ITALY - Composition of the budgetary adjustment net of tax cuts

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	<b>46.5</b>	<b>45.6</b>	<b>44.8</b>	<b>44.4</b>	<b>44.1</b>	<b>43.9</b>	<b>-1.7</b>
<i>of which:</i>							
- Taxes & social security contributions	41.4	41.4	41.2	41.0	40.6	40.6	-0.8
- Other (residual)	5.0	4.2	3.6	3.4	3.5	3.3	-0.9
<b>Expenditure</b>	<b>48.9</b>	<b>48.5</b>	<b>47.5</b>	<b>47.6</b>	<b>47.1</b>	<b>46.7</b>	<b>-1.8</b>
<i>of which:</i>							
- Primary expenditure	43.6	43.2	42.4	42.3	41.7	41.1	-2.1
<i>of which:</i>							
Gross fixed capital formation	2.6	2.3	2.1	2.5	2.4	2.4	0.1
Collective consumption	7.4	7.2	7.0	6.9	6.9	6.9	-0.3
Social transfers in kind	12.1	12.4	12.0	11.8	11.5	11.3	-1.1
Social transfers other than in kind & subsidies	18.3	18.4	18.2	18.1	18.0	17.9	-0.5
Other (residual)	3.1	2.9	3.0	3.0	2.9	2.6	-0.3
- Interest payments	5.3	5.3	5.1	5.3	5.4	5.6	0.3
<b>Net impact of future measures</b>				<b>1.3</b>	<b>1.6</b>	<b>1.9</b>	<b>1.9</b>
<b>Budget balance</b>	<b>-2.4</b>	<b>-2.9</b>	<b>-2.7</b>	<b>-2.0</b>	<b>-1.4</b>	<b>-0.9</b>	<b>2.0</b>
<b>Primary balance</b>	<b>2.9</b>	<b>2.4</b>	<b>2.4</b>	<b>3.3</b>	<b>4.0</b>	<b>4.7</b>	<b>2.3</b>
<i>Sources:</i>							
<i>Stability programme update; Commission services calculations</i>							

## UNITED KINGDOM - Composition of the budgetary adjustment

(% of GDP)	2003/04	2004/05	2005/06	2006/07	2007/08	Change: 2007/08-2004/05
<b>Total current receipts</b> <sup>1</sup>	37.4	38.1	39.0	39.5	40.0	<b>1.9</b>
<i>of which:</i>						
- Taxes & social security contributions	35.1	35.7	36.7	37.2	37.7	<b>2.0</b>
- Other (residual)	2.3	2.4	2.3	2.3	2.3	<b>-0.1</b>
<b>Total expenditure</b> <sup>1</sup>	39.5	40.0	40.7	40.8	41.0	<b>1.0</b>
<i>of which:</i>						
- Primary expenditure	37.5	37.9	38.6	38.7	39.0	<b>1.1</b>
<i>Of which:</i>						
Gross fixed capital formation	1.6	1.9	2.2	2.3	2.4	<b>0.5</b>
Consumption	20.9	21.1	21.2	21.5	21.8	<b>0.7</b>
Transfers & subsidies	12.8	12.9	12.7	12.4	12.3	<b>-0.6</b>
Other (residual)	2.2	2.0	2.5	2.5	2.5	<b>0.5</b>
- Interest payments	2.0	2.1	2.1	2.1	2.0	<b>-0.1</b>
<b>Budget balance</b> <sup>2</sup>	-3.2	-3.0	-2.8	-2.3	-2.1	<b>0.9</b>
<b>Primary balance</b> <sup>3</sup>	-1.2	-0.9	-0.7	-0.2	-0.1	<b>0.8</b>

### Notes:

<sup>1</sup> Data for total revenues and expenditure are not presented by the UK on a harmonised ESA-95 basis, and therefore not directly comparable with other Member States. Data illustrated are UK series "total current receipts" and "total expenditure" drawn from Table 4.4 of the programme update. Other data presented are aggregates derived, by the Commission services on the basis of information provided by the UK authorities, to approximate (as nearly as possible) relevant ESA-95 definitions.

<sup>2</sup> The authorities' estimates for the budget balance in 2004/05 differ from the general government balance listed in Table 3 due to the effect of swaps. As elsewhere, data have been adjusted to remove annual UMTS receipts (see footnote 2).

<sup>3</sup> The UK authorities provide primary balances excluding net interest rather than only interest payments as done by the Commission. Figures shown are those recalculated by the Commission services', based on the reported budget balance. Figures included in the update are as follows: 2003/04 = -2%; 2004/05 = -1.8%; 2005/06 = -1.6%; 2006/07 = -1.1%; 2007/08 = -0.9%.

### Sources:

*Convergence programme update; Commission services calculations*

## FRANCE - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	50.6	50.4	50.7	50.8	50.8	50.7	<b>0.3</b>
<i>of which:</i>							
- Taxes & social security contributions	43.8	43.6	43.7	43.7	43.7	43.7	<b>0.1</b>
- Other (residual)	6.8	6.8	7.0	7.1	7.1	7.0	<b>0.2</b>
<b>Expenditure</b>	54.7	54.0	53.6	53.0	52.4	51.7	<b>-2.3</b>
<i>of which:</i>							
- Primary expenditure	51.7	51.0	50.6	50.0	49.4	48.7	<b>-2.3</b>
- Interest payments	3.0	3.0	3.0	3.0	3.1	3.1	<b>0.0</b>
<b>Budget balance</b>	<b>-4.1</b>	<b>-3.6</b>	<b>-2.9</b>	<b>-2.2</b>	<b>-1.6</b>	<b>-0.9</b>	<b>2.7</b>
<b>Primary balance</b>	<b>-1.2</b>	<b>-0.7</b>	<b>0.1</b>	<b>0.8</b>	<b>1.5</b>	<b>2.2</b>	<b>2.7</b>

### Sources:

*Stability programme update; Commission services calculations*

## AUSTRIA - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	49.5	48.7	47.5	46.2	46.0	45.8	<b>-2.9</b>
<i>of which:</i>							
- Taxes and social security contributions	44.3	43.9	42.7	41.5	41.4	41.2	<b>-2.7</b>
- Other (residual)	5.2	4.8	4.8	4.7	4.6	4.6	<b>-0.2</b>
<i>p.m. Tax burden according to ESA<sup>1</sup></i>	43.1	42.7	41.6	40.5	40.3	40.0	<b>-2.7</b>
<b>Expenditure</b>	50.6	50.0	49.5	48.0	46.7	45.8	<b>-4.2</b>
<i>of which:</i>							
- Primary expenditure	47.4	46.8	46.4	44.9	43.7	42.9	<b>-3.9</b>
<i>of which:</i>							
Gross fixed capital formation	1.2	1.2	1.1	1.1	1.0	0.9	<b>-0.3</b>
Collective consumption	6.9	7.0	6.8	6.6	6.5	6.4	<b>-0.6</b>
Social transfers	29.6	29.4	29.0	28.4	28.0	27.4	<b>-2.0</b>
Subsidies	3.2	3.0	3.1	2.8	2.7	2.4	<b>-0.6</b>
Other (residual)	6.4	6.3	6.3	6.0	5.5	5.8	<b>-0.5</b>
- Interest payments	3.2	3.2	3.1	3.1	3.0	2.9	<b>-0.3</b>
<b>Budget balance</b>	<b>-1.1</b>	<b>-1.3</b>	<b>-1.9</b>	<b>-1.7</b>	<b>-0.8</b>	<b>0.0</b>	
<b>Primary balance</b>	<b>2.1</b>	<b>1.9</b>	<b>1.2</b>	<b>1.3</b>	<b>2.2</b>	<b>2.9</b>	
<i>Note:</i>							
<sup>1</sup> Taxes and security contributions excl. imputed social security contributions and incl. inheritance taxes.							
<i>Sources:</i>							
Stability programme update; Commission services calculations							

## NETHERLANDS - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	45.3	45.0	44.9	44.6	44.1	<b>-0.9</b>
<i>of which:</i>						
- Taxes & social security contributions	39.4	39	38.7	38.6	38.2	<b>-0.8</b>
- Other (residual)	5.9	6.0	6.2	6.0	5.9	<b>-0.1</b>
<b>Expenditure</b>	48.5	48.0	47.5	46.7	46.0	<b>-2.0</b>
<i>of which:</i>						
- Primary expenditure	45.6	45.1	44.6	43.9	43.3	<b>-1.8</b>
<i>of which:</i>						
Gross fixed capital formation	3.2	3.2	3.1	3.1	3.1	<b>-0.1</b>
Collective consumption	17.8	17.7	17.5	17.2	16.9	<b>-0.8</b>
Transfers & subsidies	22.9	22.7	22.2	22.2	21.8	<b>-0.9</b>
Other (residual)	1.7	1.5	1.8	1.4	1.5	<b>0</b>
- Interest payments	2.9	2.9	2.8	2.7	2.7	<b>-0.2</b>
<b>Budget balance</b>	<b>-3.2</b>	<b>-3.0</b>	<b>-2.6</b>	<b>-2.1</b>	<b>-1.9</b>	<b>1.1</b>
<b>Primary balance</b>	<b>-0.3</b>	<b>-0.1</b>	<b>0.3</b>	<b>0.7</b>	<b>0.8</b>	<b>0.9</b>
<i>Sources:</i>						
Stability programme November 2004 update; Commission services calculations						



## BELGIUM- Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	<b>51.3</b>	<b>49.6</b>	<b>49.4</b>	<b>49.0</b>	<b>49.1</b>	<b>49.1</b>	<b>-0.5</b>
<i>of which:</i>							
- Taxes & social security contributions	46.9	47.2	47.0	46.6	46.8	46.7	<b>-0.5</b>
- Other (residual)	4.4	2.4	2.4	2.4	2.4	2.3	<b>-0.1</b>
<b>Expenditure</b>	<b>50.9</b>	<b>49.6</b>	<b>49.4</b>	<b>49.0</b>	<b>48.8</b>	<b>48.5</b>	<b>-1.1</b>
<i>of which:</i>							
- Primary expenditure	45.5	44.8	44.9	44.7	44.6	44.4	<b>-0.4</b>
<i>of which:</i>							
Gross fixed capital formation	1.6	1.6	1.8	1.9	1.7	1.6	<b>0.0</b>
Collective consumption	15.5	15.4	15.2	15.0	15.0	15.0	<b>-0.4</b>
Transfers & subsidies	24.9	24.8	24.6	24.5	24.6	24.5	<b>-0.3</b>
Other (residual)	3.5	3.0	3.3	3.3	3.3	3.3	<b>+0.3</b>
- Interest payments	5.4	4.9	4.5	4.4	4.2	4.1	<b>-0.8</b>
<b>Budget balance</b>	<b>0.4</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.3</b>	<b>0.6</b>	<b>+0.6</b>
<b>Primary balance</b>	<b>5.7</b>	<b>4.9</b>	<b>4.5</b>	<b>4.4</b>	<b>4.5</b>	<b>4.7</b>	<b>-0.2</b>
<i>Sources:</i>							
<i>Stability programme update; Commission services calculations</i>							

## LUXEMBOURG - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	<b>45.6</b>	<b>43.4</b>	<b>44.6</b>	<b>44.6</b>	<b>44.7</b>	<b>+ 1.3</b>
<i>of which:</i>						
- Taxes & social security contributions	41.8	39.6	40.9	40.9	41.0	<b>+1.4</b>
- Other (residual)	3.8	3.9	3.7	3.7	3.7	<b>- 0.2</b>
<b>Expenditure</b>	<b>44.9</b>	<b>44.8</b>	<b>45.6</b>	<b>45.5</b>	<b>45.7</b>	<b>+ 0.9</b>
<i>of which:</i>						
- Primary expenditure	44.7	44.6	45.5	45.4	45.6	<b>+ 1.0</b>
<i>of which:</i>						
Gross fixed capital formation	4.8	4.6	4.9	4.9	4.8	<b>+ 0.2</b>
Collective consumption	12.3	12.5	12.4	12.4	12.3	<b>-0.2</b>
Transfers & subsidies	22.9	22.7	22.9	22.7	22.7	<b>0.0</b>
Other (residual)	4.6	4.9	5.3	5.4	5.8	<b>+ 0.9</b>
- Interest payments	0.2	0.2	0.1	0.1	0.1	<b>- 0.1</b>
<b>Budget balance</b>	<b>+ 0.8</b>	<b>- 1.4</b>	<b>- 1.0</b>	<b>- 0.9</b>	<b>- 1.0</b>	<b>+ 0.4</b>
<b>Primary balance</b>	<b>+ 1.0</b>	<b>- 1.2</b>	<b>- 0.9</b>	<b>- 0.8</b>	<b>- 0.9</b>	<b>+ 0.3</b>
<i>Sources:</i>						
<i>Stability programme update; Commission services calculations</i>						

### SWEDEN - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	56.1	55.5	54.7	54.3	54.1	<b>-1.4</b>
<i>of which:</i>						
- Taxes & social security contributions	50.5	50.0	49.2	49.0	48.7	<b>-1.3</b>
- Other (residual)	5.6	5.5	5.4	5.4	5.4	<b>-0.1</b>
<b>Expenditure</b>	55.6	54.8	54.0	53.9	53.2	<b>-1.6</b>
<i>of which:</i>						
- Primary expenditure	53.4	52.7	51.9	51.6	50.8	<b>-1.9</b>
<i>of which:</i>						
Gross fixed capital formation	2.9	2.9	2.9	2.9	2.9	<b>0.0</b>
Consumption	28.3	28.0	27.6	27.3	26.9	<b>-1.1</b>
Transfers other than in kind & subsidies	22.2	21.8	21.4	21.4	21.0	<b>-0.8</b>
Other (residual)						
- Interest payments	2.2	2.1	2.2	2.3	2.4	<b>0.3</b>
<b>Budget balance</b>	<b>0.5</b>	<b>0.7</b>	<b>0.6</b>	<b>0.4</b>	<b>0.9</b>	<b>0.2</b>
<b>Primary balance<sup>1</sup></b>	<b>2.7</b>	<b>2.8</b>	<b>2.8</b>	<b>2.7</b>	<b>3.3</b>	<b>0.5</b>

1) The update provides primary balances with net interest excluded. In the Table are the primary balances shown excluding gross interest as is conventional.

*Sources:*  
Updated Swedish Convergence Programme, November 2004 (CP); Commission services calculations

### FINLAND - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	50.7	50.5	50.3	50.6	50.5	50.5	<b>0.0</b>
<i>of which:</i>							
- Taxes & social security contributions	44.5	44.1	44.1	44.3	44.3	44.2	<b>0.1</b>
- Other (residual)	6.2	6.4	6.2	6.2	6.2	6.2	<b>0.0</b>
<b>Expenditure</b>	48.6	48.5	48.4	48.5	48.4	48.5	<b>0.0</b>
<i>of which:</i>							
- Primary expenditure	46.8	46.8	46.9	46.9	46.6	46.8	<b>0.0</b>
<i>of which:</i>							
Gross fixed capital formation	2.9	2.8	2.7	2.7	2.6	2.6	<b>-0.2</b>
Collective consumption	22.4	22.5	22.7	22.8	22.9	23.1	<b>0.6</b>
Transfers and subsidies	18.6	18.6	18.5	18.5	18.3	18.3	<b>-0.3</b>
Other (residual)	2.9	2.9	3.0	2.9	2.8	2.8	<b>-0.1</b>
- Interest payments	2.0	1.7	1.6	1.7	1.7	1.7	<b>0.0</b>
<b>Budget balance</b>	<b>2.1</b>	<b>2.0</b>	<b>1.8</b>	<b>2.1</b>	<b>2.2</b>	<b>2.0</b>	<b>0.0</b>
<b>Primary balance</b>	<b>4.1</b>	<b>3.7</b>	<b>3.4</b>	<b>3.8</b>	<b>3.9</b>	<b>3.7</b>	<b>0.0</b>

*Sources:*  
Stability programme update; Commission services calculations

### DENMARK - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	56.1	55.6	54.9	54.6	54.5	<b>-1.1</b>
<i>of which:</i>						
- Taxes & social security contributions	48.9	48.9	48.4	47.9	47.7	<b>-1.2</b>
- Other (residual)	7.2	6.7	6.5	6.7	6.8	<b>0.1</b>
<b>Expenditure</b>	54.9	54.4	53.0	53.0	52.8	<b>-1.6</b>
<i>of which:</i>						
- Primary expenditure	51.5	51.3	50.2	50.1	49.9	<b>-1.4</b>
<i>of which:</i>						
Gross fixed capital formation	1.7	1.7	1.7	1.7	1.7	<b>0.0</b>
Collective consumption	26.6	26.4	26.0	26.0	25.9	<b>-0.5</b>
Transfers & subsidies	20.2	20.3	19.6	19.4	19.3	<b>-1.0</b>
Other (residual)	3.0	2.9	2.9	3.0	3.0	<b>0.1</b>
- Interest payments	3.4	3.1	2.8	2.9	2.9	<b>-0.2</b>
<b>Budget balance</b>	<b>1.2</b>	<b>1.2</b>	<b>2.0</b>	<b>1.6</b>	<b>1.7</b>	<b>0.5</b>
<b>Primary balance<sup>1</sup></b>	<b>4.6</b>	<b>4.3</b>	<b>4.8</b>	<b>4.6</b>	<b>4.6</b>	<b>0.3</b>
<b>Notes:</b>						
<sup>1</sup> The Danish authorities' provide primary balances excluding net interest expenditure and not gross interest expenditure, which otherwise is conventional. However, in the table, primary balances are given excluding gross interest expenditure.						
<b>Sources:</b>						
Updated Convergence Programme, November 2004 (CP); Commission services calculations						

### IRELAND - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	34.4	35.2	34.2	33.8	33.2	<b>-2.0</b>
<i>of which:</i>						
- Taxes & social security contributions	30.8	31.7	30.8	30.5	30.1	<b>-1.6</b>
- Other (residual)	3.6	3.5	3.4	3.3	3.1	<b>-0.4</b>
<b>Expenditure</b>	34.3	34.3	35.0	34.5	33.8	<b>-0.5</b>
<i>of which:</i>						
- Primary expenditure	33.0	33.1	33.7	33.3	32.5	<b>-0.6</b>
<i>of which:</i>						
Gross fixed capital formation	3.9	3.5	3.9	3.9	3.7	<b>0.2</b>
Consumption	15.9	16.0	16.2	16.0	15.8	<b>-0.2</b>
Transfers other than in kind & subsidies	9.6	10.1	10.0	9.9	9.8	<b>-0.3</b>
Other (residual)	3.6	3.5	3.6	3.5	3.2	<b>-0.3</b>
- Interest payments	1.3	1.2	1.3	1.2	1.3	<b>0.1</b>
<b>Budget balance</b>	<b>0.1</b>	<b>0.9</b>	<b>-0.8</b>	<b>-0.6</b>	<b>-0.6</b>	<b>-1.5</b>
<b>Primary balance</b>	<b>1.4</b>	<b>2.1</b>	<b>0.6</b>	<b>0.6</b>	<b>0.7</b>	<b>-1.4</b>
<b>Sources:</b>						
Updated Irish Stability Programme, December 2004; Commission services calculations						

## SPAIN - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	2008	Change: 2008-2004
<b>Revenues</b>	40.0	39.9	39.9	40.0	40.1	40.2	<b>0.3</b>
<i>of which:</i>							
- Taxes & social security contributions	36.2	36.3	36.4	36.4	36.5	36.6	<b>0.3</b>
- Other (residual)	3.8	3.6	3.5	3.6	3.6	3.6	<b>0.0</b>
<b>Expenditure</b>	39.6	40.6	39.8	39.8	39.8	39.8	<b>-0.8</b>
<i>of which:</i>							
- Primary expenditure	37.1	38.3	37.7	37.8	37.9	37.9	<b>-0.4</b>
<i>of which:</i>							
Gross fixed capital formation	3.5	3.7	3.6	3.6	3.7	3.8	<b>0.1</b>
Consumption	na	na	na	na	na	na	na
Transfers & subsidies	na	na	na	na	na	na	na
Other (residual)	na	na	na	na	na	na	na
- Interest payments	2.5	2.3	2.1	2.0	1.9	1.9	<b>-0.4</b>
<b>Budget balance</b>	<b>0.4</b>	<b>-0.8</b>	<b>0.1</b>	<b>0.2</b>	<b>0.4</b>	<b>0.4</b>	<b>1.2</b>
<b>Primary balance</b>	<b>2.9</b>	<b>1.5</b>	<b>2.2</b>	<b>2.2</b>	<b>2.3</b>	<b>2.3</b>	<b>0.8</b>
<i>Sources:</i>							
<i>Stability programme update; Commission services calculations</i>							

## GREECE - Composition of the budgetary adjustment

(% of GDP)	2003	2004	2005	2006	2007	Change: 2007-2004
<b>Revenues</b>	43.4	44.4	45.4	46.1	46.7	<b>2.3</b>
<i>of which:</i>						
- Taxes & social security contributions	39.0	39.5	40.6	41.5	42.2	<b>1.6</b>
- Other (residual)	4.4	4.9	4.8	4.6	4.5	<b>-0.4</b>
<b>Expenditure</b>	48.6	50.4	49.1	49.0	49.2	<b>-1.2</b>
<i>of which:</i>						
- Primary expenditure	42.8	44.8	43.7	43.4	43.5	<b>-1.3</b>
<i>of which:</i>						
Gross fixed capital formation	4.0	4.1	3.3	3.1	2.9	<b>-1.2</b>
Consumption	16.4	17.1	16.8	16.0	15.4	<b>-1.7</b>
Transfers & subsidies	17.8	18.7	19.6	20.5	21.6	<b>2.9</b>
Other (residual)	4.6	4.9	4.0	3.8	3.6	<b>-1.3</b>
- Interest payments	5.8	5.8	5.4	5.6	5.7	<b>0.1</b>
<b>Budget balance</b>	<b>-5.2</b>	<b>-6.1</b>	<b>-3.7</b>	<b>-2.9</b>	<b>-2.4</b>	<b>3.6</b>
<b>Primary balance</b>	<b>0.6</b>	<b>-0.4</b>	<b>1.8</b>	<b>2.7</b>	<b>3.3</b>	<b>3.7</b>
<i>Sources:</i>						
<i>Stability programme March 2005 update; Commission services calculations</i>						

