

T.C.  
MINISTRY OF FINANCE  
General Directorate of Budget and Fiscal Control



# MONTHLY BUDGET REVIEW

**APRİL 2014**

IN APRIL 2014, BUDGET RAN 2.7 BILLION TL DEFICIT COMPARED TO THE BUDGET SURPLUS OF 595 MILLION TL IN APRIL 2013.

IN APRIL 2014, PRIMARY SURPLUS WAS RECORDED AS 1.1 BILLION TL COMPARED TO THE PRIMARY SURPLUS OF 3.7 BILLION TL IN APRIL 2013.

IN APRIL 2014, BUDGET REVENUES AMOUNTED TO 34.1 BILLION TL, AN INCREASE OF 11.7 PERCENT COMPARED TO THE SAME PERIOD OF THE PREVIOUS YEAR. BUDGET EXPENDITURES AMOUNTED TO 36.8 BILLION TL INCREASING BY 23.1 PERCENT.

IN APRIL 2014, TAX REVENUES AMOUNTED TO 25.9 BILLION, AN INCREASE OF 7.2 PERCENT COMPARED TO THE SAME PERIOD OF THE PREVIOUS YEAR. NON-INTEREST BUDGET EXPENDITURES AMOUNTED TO 33 BILLION TL INCREASING BY 22.9 PERCENT.

## A. APRIL 2014 CENTRAL GOVERNMENT BUDGET REVIEW

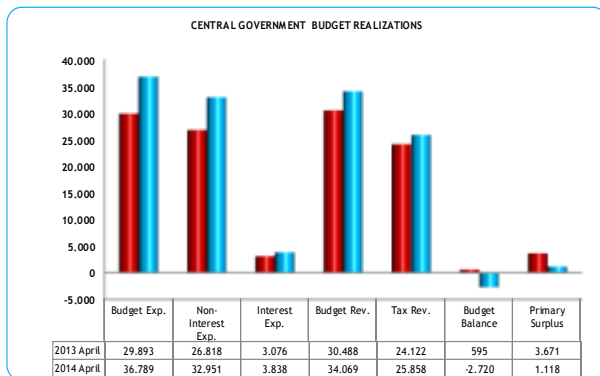
### 1. BUDGET BALANCE

Central government budget expenditures, budget revenues, budget balance and primary surplus in April 2014 are listed in the table on the right side.

In April 2014, central government budget ran 2 billion 720 million TL deficit, compared to the surplus of 595 million TL in April 2013.

In April 2014, central government budget ran 1 billion 118 million TL primary surplus, compared to the primary surplus of 3 billion 671 million TL in April 2013.

Million TL	CENTRAL GOVERNMENT BUDGET REALIZATIONS						
	2013			2014			Rate of Change
	Annual	April		Target	April		April
	Real.	Real.	%	Real.	%		
Budget Exp.	407.890	29.893	7,3	436.433	36.789	8,4	23,1
Non-Interest Exp.	357.904	26.818	7,5	384.433	32.951	8,6	22,9
Interest Exp.	49.986	3.076	6,2	52.000	3.838	7,4	24,8
Budget Rev.	389.441	30.488	7,8	403.175	34.069	8,5	11,7
Tax Rev.	326.125	24.122	7,4	348.353	25.858	7,4	7,2
Budget Balance	-18.449	595	-3,2	-33.258	-2.720	8,2	
Primary Surplus	31.537	3.671	11,6	18.742	1.118	6,0	-69,5



In April 2014, budget expenditures rose to 36 billion 798 million, an increase of 23.1 percent from the budget expenditures of 29 billion 893 million TL in April 2013.

In April 2014, non-interest budget expenditures amounted to 32 billion 951 million TL, an increase of 22.9 percent from non-interest budget expenditures of 26 billion 818 million TL in April 2013.

On the other hand, In April 2014, interest expenditures rose to 3 billion 838 million, an increase of 24.8 percent compared to the same month of the previous year..

In April 2014, the budget revenues were recorded as 34 billion 69 million TL, an increase of 11.7 percent from 30 billion 488 million TL in April 2013. Tax revenues increased by 7.2 percent amounting to 25 billion 858 million TL.

## 2. BUDGET EXPENDITURES

April 2014 Budget Expenditures based on the economic classification are listed in the table on the right side.

In April, 36 billion 789 million TL was spent from the appropriation for 2014 central government budget expenditures allocated as 436 billion 433 million TL. The expenditure was 29 billion 893 million TL on a year-on-year basis.

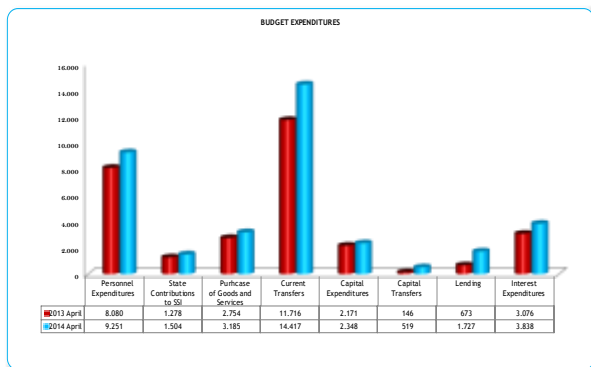
Million TL	BUDGET EXPENDITURES						Rate of Change (%)
	2013			2014			
	Annual Real.	April Real.	%	Target	April Real.	%	
<b>Budget Expenditures</b>	<b>407.890</b>	<b>29.893</b>	<b>7,3</b>	<b>436.433</b>	<b>36.789</b>	<b>8,4</b>	<b>23,1</b>
<b>Non-Interest Expenditures</b>	<b>357.904</b>	<b>26.818</b>	<b>7,5</b>	<b>384.433</b>	<b>32.951</b>	<b>8,6</b>	<b>22,9</b>
Personnel Expenditures	96.237	8.080	8,4	109.969	9.251	8,4	14,5
State Contributions to SSI	16.305	1.278	7,8	18.875	1.504	8,0	17,7
Purchase of Goods and Services	36.268	2.754	7,6	37.590	3.185	8,5	15,7
Current Transfers	148.735	11.716	7,9	163.554	14.417	8,8	23,0
Capital Expenditures	43.609	2.171	5,0	36.689	2.348	6,4	8,2
Capital Transfers	7.655	146	1,9	6.518	519	8,0	255,5
Lending	9.094	673	7,4	7.645	1.727	22,6	156,6
Contingency Appropriations	0	0		3.593	0	0,0	
<b>Interest Expenditures</b>	<b>49.986</b>	<b>3.076</b>	<b>6,2</b>	<b>52.000</b>	<b>3.838</b>	<b>7,4</b>	<b>24,8</b>

For the non-interest expenditures, 32 billion 951 million TL was spent in April 2014 and 8.6 percent of the appropriation allocated as 384 billion 433 million TL was used.

Personnel expenditures were recorded as 9 billion 251 million TL, an increase of 14.5 on a year on year basis. For the personnel expenditures, 8.4 percent of the appropriation allocated as 109 billion 969 million TL was used in April 2014.

In April 2014 state contributions to social security institutions were 1 billion 504 million TL, an increase of 17.7 on a year on year basis and 8 percent of 18 billion 875 million TL appropriation allocated in the budget was used.

In April 2014, the expenditures on the purchase of goods and services were recorded as 3 billion 185 million TL, an increase of 15.7 percent compared to the same month of the previous year and 8.5 percent of 37 billion 590 million TL appropriation allocated in the budget was used this month.



In April 2014, current transfers increased by 23 percent compared to the same month of the previous year and were recorded as 14 billion 417 million TL and 8.8 percent of 163 billion 554 million TL appropriation allocated in the budget was used this month.

In April 2014, the amount transferred for health, retirement and social aid expenditures was 8 billion TL. The amount of the transfer to the Treasury for the payment of 5 percentages in employer's social security premium was 687 million TL.

In April 2014, agricultural support payments included in current transfers were recorded as 772 million TL, and shares of local administrations were recorded as 2 billion 617 million TL.

In April 2014, capital expenditures amounted to 2 billion 348 million TL, and capital transfers amounted to 519 million TL. In April 2014, lending expenditures were 1 billion 727 million TL.

On the other hand, In April 2014, interest expenditures were 3 billion 838 million, an decrease of 24.8 percent compared to the same month of the previous year. This increase in the interest expenditures shows a periodical outturn that arises based on the maturity structure of the debt stock and makes a progress in line with the program targets of interest expenditures.

### 3. BUDGET REVENUES

April 2014 Budget Revenues are listed on the right side.

In April 2014, budget revenues was recorded as 34 billion 69 million TL, increasing by 11.7 percent from the budget revenues of 30 billion 488 million TL in April 2013.

April 2014 tax collections were recorded as 25 billion 858 million TL, increasing by 7.2 percent compared to the same month of the previous year.

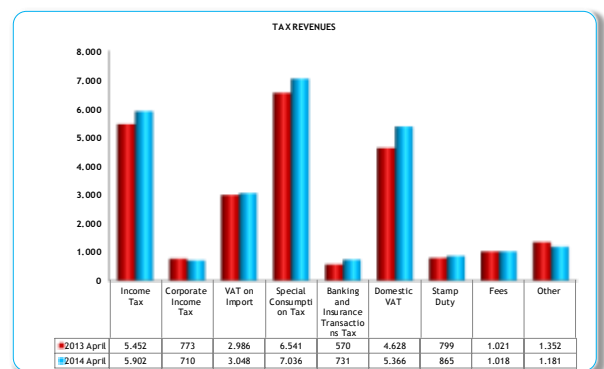
Million TL	BUDGET REVENUES						Rate of Change (%)
	2013			2014			
	Annual Real.	April Real.	April %	Target	April Real.	April %	
Budget Revenues	389,441	30,488	7,8	403,175	34,069	8,5	11,7
General Budget Revenues	376,105	29,417	7,8	392,968	32,563	8,3	10,7
Tax Revenues	326,125	24,122	7,4	348,353	25,858	7,4	7,2
Non-Tax Revenues	49,980	5,295	10,6	44,615	6,705	15,0	26,6
Own Rev. of Special Budget Adm.	10,662	813	7,6	7,223	1,339	18,5	64,6
Rev. of Reg. and Sup. Agencies	2,673	258	9,7	2,984	167	5,6	-35,1

Million TL	TAX REVENUES						Rate of Change (%)
	2013			2014			
	Annual Real.	April Real.	April %	Target	April Real.	April %	
Income Tax	63,760	5,452	8,6	70,768	5,902	8,3	8,2
Corporate Income Tax	28,988	773	2,7	31,095	710	2,3	-8,1
VAT on Import	37,995	2,986	7,9	39,626	3,048	7,7	2,0
Special Consumption Tax	85,461	6,541	7,7	89,391	7,036	7,9	7,6
Banking and Insurance Transactions Tax	6,160	570	9,3	7,131	731	10,3	28,3
Domestic VAT	62,726	4,628	7,4	64,820	5,366	8,3	16,0
Stamp Duty	9,416	799	8,5	10,384	865	8,3	8,3
Fees	12,906	1,021	7,9	14,964	1,018	6,8	-0,3
Other	18,712	1,352	7,2	20,175	1,181	5,9	-12,7
Total Gen Budget Tax Rev.	326,125	24,122	7,4	348,353	25,858	7,4	7,2

In April 2014, general budget non-tax revenues amounted to 6 billion 705 million TL decreasing by 26.6 percent compared to the same month of the previous year.

In April 2014, revenues of special budget administrations were 167 million TL and revenues of regulatory and supervisory agencies were 1 billion 339 million TL.

In April 2014, the changes in taxes on a year-over-year basis are as follows; 28.3 percent increase in banking and insurance transactions tax; 16 percent increase in VAT on import; 8.3 percent increase in stamp tax; 8.2 percent increase in income tax, 7.6 percent increase in special consumption tax and 2 percent increase in domestic VAT, while 8.1 percent decrease in corporate tax; 3 per thousand increase in fees and 12.7 percent decrease in other taxes collection.



## JANUARY-APRIL PERIOD 2014

IN JANUARY-APRIL PERIOD 2014, BUDGET RAN 4.2 BILLION TL DEFICIT WHILE IT HAD 302 MILLION DEFICIT IN JANUARY-APRIL PERIOD 2013.

IN JANUARY-APRIL PERIOD 2014, PRIMARY SURPLUS RECORDED AS 13,6 BILLION TL WHILE IT WAS 17,9 BILLION TL IN THE SAME PERIOD OF THE PREVIOUS YEAR.

IN JANUARY-APRIL PERIOD 2014, BUDGET REVENUES AMOUNTED TO 138.4 BILLION, AN INCREASE OF 11 PERCENT COMPARED TO THE SAME PERIOD OF THE PREVIOUS YEAR. BUDGET EXPENDITURES AMOUNTED TO 142.6 BILLION TL INCREASING BY 14.1 PERCENT.

IN JANUARY-APRIL PERIOD 2014, TAX REVENUES INCREASED BY 9.3 PERCENT COMPARED TO THE SAME PERIOD OF THE PREVIOUS YEAR AND AMOUNTED TO 111 BILLION TL. NON-INTEREST BUDGET EXPENDITURES INCREASED BY 17 PERCENT AND AMOUNTED TO 124.8 BILLION TL.

### B. JANUARY-APRIL 2014 CENTRAL GOVERNMENT BUDGET REVIEW

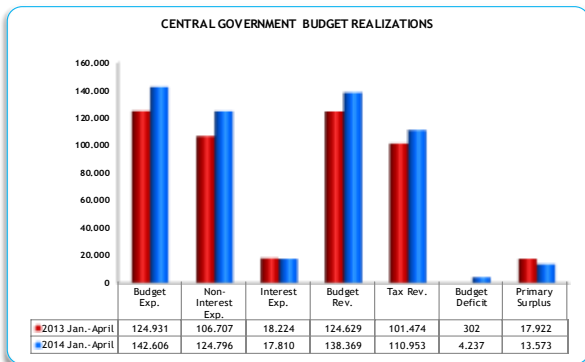
#### 1. BUDGET BALANCE

Central government budget expenditures, budget revenues, budget balance and primary surplus in January-April period 2014 are listed in the table on the right side.

In January-April period 2014, central government budget ran 4 billion 237 million TL deficit while it had run 302 million TL deficit in the same period of the previous year.

Million TL	CENTRAL GOVERNMENT BUDGET REALIZATIONS						Rate of Change (%)
	2013			2014			
	Annual Real.	Jan.-April Real.	%	Target	Jan.-April Real.	%	
Budget Exp.	407.890	124.931	30,6	436.433	142.606	32,7	14,1
Non-Interest Exp.	357.904	106.707	29,8	384.433	124.796	32,5	17,0
Interest Exp.	49.986	18.224	36,5	52.000	17.810	34,2	-2,3
Budget Rev.	389.441	124.629	32,0	403.175	138.369	34,3	11,0
Tax Rev.	326.125	101.474	31,1	348.353	110.953	31,9	9,3
Budget Deficit	18.449	302	1,6	33.258	4.237	12,7	
Primary Surplus	31.537	17.922	56,8	18.742	13.573	72,4	-24,3

In January-April period 2014, primary surplus was recorded as 13 billion 573 million TL. In January-April period 2014, budget expenditures rose to 142 billion 606 million TL, an increase of 14.1 percent from the budget expenditures of 124 billion 931 million TL in January-April period 2013.



In January-April 2014, non-interest budget expenditures amounted to 124 billion 796 million TL, an increase of 17 percent from non-interest budget expenditures of 106 billion 707 million TL in January-April 2013.

On the other hand, In January- April 2014, interest expenditures were 17 billion 810 million, a decrease of

2.3 percent compared to the same period of the previous year.

In January- April 2014, budget revenues rose to 138 billion 369 million, an increase of 11 percent from the budget expenditures of 124 billion 629 million TL in January-April 2013. In the related period, tax revenues increased by 9.3 percent amounting to 110 billion 953 million TL.

## 2. BUDGET EXPENDITURES

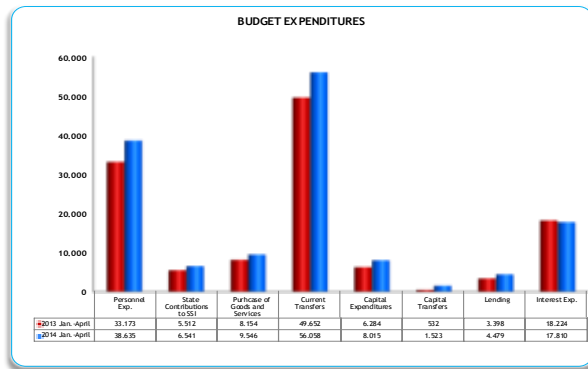
January-April 2014 Budget Expenditures based on the economic classification are listed in the table on the right side.

In January-April 2014, central government budget expenditures were recorded as 142 billion 606 million TL.

In January-April 2014, personnel expenditures were recorded as 38 billion 635 million TL, an increase of 16.5 percent on a year on year basis.

In January-April 2014, state contributions to social security institutions were recorded as 6 billion 541 million TL, an increase of 18.7 percent on a year on year basis.

In January-April 2014, the expenditures on the purchase of goods and services were recorded as 9 billion 546 million TL, an increase of 17.1 percent on a year on year basis.



was 2 billion 703 million TL in the same period.

In January-April 2014, agricultural support payments included in current transfers were recorded as 4 billion 372 million TL.

In January-April 2014, shares of local administrations were recorded as 11 billion 713 million TL, an increase of 14.6 percent compared to the same period of the previous year.

In January-April 2014, capital expenditures amounted to 8 billion 15 million TL, and capital transfers amounted to 1 billion 523 million TL.

In January-April 2014, lending expenditures were recorded as 4 billion 479 million TL.

Million TL	BUDGET EXPENDITURES						Rate of Change (%)
	2013			2014			
	Annual Real.	Jan.-April Real.	%	Target	Jan.-April Real.	%	
Budget Exp.	407.890	124.931	30,6	436.433	142.606	32,7	14,1
Non-Interest Exp.	357.904	106.707	29,8	384.433	124.796	32,5	17,0
Personnel Exp.	96.237	33.173	34,5	109.969	38.635	35,1	16,5
State Contributions to SSI	16.305	5.512	33,8	18.875	6.541	34,7	18,7
Purchase of Goods and Service	36.268	8.154	22,5	37.590	9.546	25,4	17,1
Current Transfers	148.735	49.652	33,4	163.554	56.058	34,3	12,9
Capital Expenditures	43.609	6.284	14,4	36.689	8.015	21,8	27,5
Capital Transfers	7.655	532	7,0	6.518	1.523	23,4	186,1
Lending	9.094	3.398	37,4	7.645	4.479	58,6	31,8
Contingency Appropriations	0	0		3.593	0	0,0	
Interest Exp.	49.986	18.224	36,5	52.000	17.810	34,2	-2,3

In January- April 2014, current transfers were 56 billion 58 million, an increase of 12.9 percent compared to the same period of the previous year.

In January-April 2014, the amount transferred for health, retirement and social aid expenditures was 28 billion 169 million TL, an increase of 9.9 percent compared to the same period of the previous year. The amount of the transfer to the Treasury for the payment of 5 percentages in employer's social security premium

In January- April 2014, interest expenditures were 17 billion 810 million, a decrease of 2.3 percent compared to the same period of the previous year.

### 3. BUDGET REVENUES

The figures for the January- April 2014 Budget Revenues are listed on the right side.

In January- April 2014, budget revenues rose to 138 billion 369 million, an increase of 11 percent from the budget expenditures of 124 billion 629 million TL in January-April 2013.

January-April 2014 tax collections were recorded as 110 billion 953 million TL, increasing by 9.3 percent compared to the same month of the previous year.

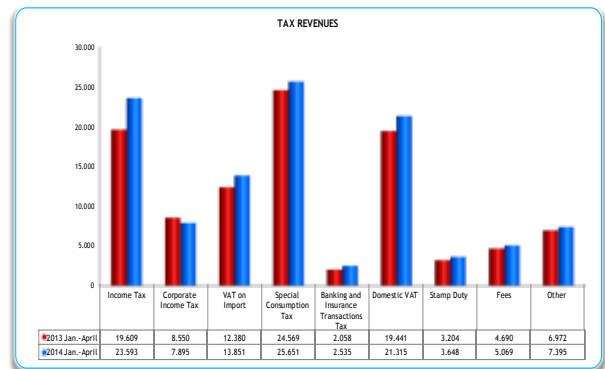
Million TL	BUDGET REVENUES						Rate of Change (%)
	2013			2014			
	Annual Real.	Jan.-April Real.	%	Target	Jan.-April Real.	%	
Budget Revenues	389.441	124.629	32,0	403.175	138.369	34,3	11,0
General Budget Revenues	376.105	120.189	32,0	392.968	132.813	33,8	10,5
Tax Revenues	326.125	101.474	31,1	348.353	110.953	31,9	9,3
Non-Tax Revenues	49.980	18.716	37,4	44.615	21.860	49,0	16,8
Own Revenues of Special Budget Adm	10.662	2.945	27,6	7.223	3.985	55,2	35,3
Revenues of Regulatory and Supervis	2.673	1.495	55,9	2.984	1.572	52,7	5,2

Million TL	TAX REVENUES						Rate of Change (%)
	2013			2014			
	Annual Real.	Jan.-April Real.	%	Target	Jan.-April Real.	%	
Income Tax	63.760	19.609	30,8	70.768	23.593	33,3	20,3
Corporate Income Tax	28.988	8.550	29,5	31.095	7.895	25,4	-7,7
VAT on Import	37.995	12.380	32,6	39.626	13.851	35,0	11,9
Special Consumption Tax	85.461	24.569	28,7	89.391	25.651	28,7	4,4
Banking and Insurance Transactions Tax	6.160	2.058	33,4	7.131	2.535	35,6	23,2
Domestic VAT	62.726	19.441	31,0	64.820	21.315	32,9	9,6
Stamp Duty	9.416	3.204	34,0	10.384	3.648	35,1	13,9
Fees	12.906	4.690	36,3	14.964	5.069	33,9	8,1
Other	18.712	6.972	37,3	20.175	7.395	36,7	6,1
Total Gen Budget Tax Rev.	326.125	101.474	31,1	348.353	110.953	31,9	9,3

In January-April 2014, general budget non-tax revenues amounted to 21 billion 860 million TL increasing by 16.8 percent compared to the same month of the previous year.

In January-April 2014, revenues of special budget administrations were 3 billion 985 million TL and revenues of regulatory and supervisory agencies were 1 billion 572 million TL.

In April 2014, the changes in taxes on a year-over-year basis are as follows; 23.2 percent increase in banking and insurance transactions tax, 20.3 percent increase in income tax, 13.9 percent increase in stamp tax, 11.9 percent increase in domestic VAT, 9.6 percent increase in VAT on import, 8.1 percent increase in fees, 4.4 percent increase in special consumption tax, 6.1 percent increase in other taxes collection and 7.7 percent decrease in corporate tax.



On the other hand, total amount of general budget tax revenues, enterprise and ownership revenues as well as interest, share and fine revenues collected within the scope of Law No:6111 as of April 30<sup>th</sup>, 2014 was 26 billion 322 million TL.