

**FOR  
AGENDA**

SM/08/71

March 7, 2008

To: Members of the Executive Board  
From: The Secretary  
Subject: **Oman—Statistical Appendix**

This paper provides background information to the staff report on the 2007 Article IV consultation discussions with Oman (SM/08/70, 3/7/08), which will be brought to the agenda for discussion on **a date to be announced**. At the time of circulation of this paper to the Board, the Secretary's Department has not received a communication from the authorities of Oman indicating whether or not they consent to the Fund's publication of this paper; such communication may be received after the authorities have had an opportunity to read the paper.

Questions may be referred to Mr. Leon (ext. 36115) and Ms. Hakura (ext. 36721) in MCD.

Unless the Documents Section (ext. 36760) is otherwise notified, the document will be transmitted, in accordance with the procedures approved by the Executive Board and with the appropriate deletions, to the WTO Secretariat on Monday, March 17, 2008; and to the Food and Agriculture Organization and the United Nations Development Programme, following its consideration by the Executive Board.

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INTERNATIONAL MONETARY FUND

OMAN

**Statistical Appendix**

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Approved by the Middle East and Central Asia Department

March 7, 2008

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## Oman: Basic Data

## I. Social and Demographic Indicators

(2006, unless otherwise indicated)

|  |        |
|--|--------|
| Total population (million)   | 2.58   |
| <i>Of which:</i> Omanis  | 1.88   |
| Population density (people per sq km)  | 8.1    |
| GDP per capita (in U.S. dollars)   | 13,836 |
| Life Expectancy at birth, total (years, 2004)                                      | 74.3   |
| Infant mortality rate (per thousand live births, 2004)                             | 10.3   |
| Birth rate (per thousand population)   | 24.2   |
| Physicians (per thousand population)   | 1.8    |
| Number of hospitals  | 59     |
| Pupil-teacher ratio (2005)   | 14     |
| Adult illiteracy rate (percent of population<br>age 15 and above) (2003, Omanis)   | 21.9   |
| Female labor force (percent of total labor force) (2003)                           | 18.4   |
| Gross primary school enrollment<br>(percent of school-age group, 2004) (2005 data) | 99.8   |

## II. Selected Economic Indicators, 2002–06

|   | 2002                | 2003  | 2004  | 2005   | 2006   |
|---|---------------------|-------|-------|--------|--------|
| National income, production, and prices             |                     |       |       |        |        |
| Nominal GDP (in millions or rials Omani)            | 7,807               | 8,343 | 9,545 | 11,890 | 13,738 |
| Gross domestic investment (percent of GDP)          | 12.9                | 16.2  | 20.6  | 17.9   | 18.5   |
| <i>Of which:</i> private sector                     | 12.9                | 16.2  | 20.6  | 17.9   | 18.5   |
| Real GDP (percent change)                           | 2.6                 | 2.0   | 5.3   | 6.0    | 6.8    |
| Hydrocarbon GDP 1/                                  | -2.1                | -6.8  | -1.8  | 2.9    | 2.6    |
| Nonhydrocarbon GDP                                  | 5.1                 | 6.5   | 8.5   | 7.3    | 8.4    |
| Crude oil production (thousands of barrels per day) | 897                 | 819   | 780   | 774    | 738    |
| Excluding condensates                               | 825                 | 759   | 731   | 716    | 716    |
| Average oil export prices (U.S. dollars/barrel)     | 24.3                | 27.8  | 34.4  | 50.3   | 61.7   |
| LNG production (million tons)                       | 6.5                 | 7.1   | 6.9   | 6.9    | 6.8    |
| CPI inflation (average)                             | -0.2                | 0.2   | 0.8   | 1.9    | 3.2    |
| REER (depreciation -)                               | -3.4                | -8.7  | -6.3  | -1.4   | -0.4   |
|   | (In percent of GDP) |       |       |        |        |
| Central government finances                         |                     |       |       |        |        |
| Total revenues and grants                           | 44.8                | 45.3  | 45.3  | 48.0   | 50.4   |
| <i>Of which:</i>                                    |                     |       |       |        |        |
| Hydrocarbon revenue                                 | 36.7                | 36.1  | 37.9  | 41.5   | 43.5   |
| Hydrocarbon revenue (in millions of rials Omani)    | 2,867               | 3,027 | 3,608 | 4,936  | 5,970  |
| Nonhydrocarbon revenue                              | 7.9                 | 9.0   | 7.2   | 6.4    | 6.9    |
| In percent of nonhydrocarbon GDP                    | 14.7                | 16.6  | 13.6  | 13.8   | 15.3   |

## II. Selected Economic Indicators, 2000–06 (concluded)

|   | 2002                          | 2003   | 2004    | 2005    | 2006    |
|---|-------------------------------|--------|---------|---------|---------|
| Total expenditure, net lending & grants   | 39.0                          | 39.6   | 39.9    | 35.3    | 36.1    |
| <i>Of which:</i> Current expenditure      | 30.7                          | 29.4   | 28.4    | 27.1    | 27.0    |
| Capital expenditure 2/                    | 7.9                           | 9.0    | 10.6    | 7.9     | 8.5     |
| Overall fiscal balance 3/                 | 5.2                           | 4.7    | 4.5     | 12.1    | 14.2    |
| Government debt                           | 17.9                          | 16.5   | 15.4    | 9.6     | 9.1     |
| Net government financial assets 4/        | 13.4                          | 18.3   | 22.2    | 29.6    | 50.8    |
| Money and credit                          | (Annual percentage change)    |        |         |         |         |
| Broad money                               | 5.2                           | 2.6    | 4.3     | 20.9    | 24.9    |
| Net foreign assets                        | 58.0                          | 23.0   | 15.3    | 37.8    | 21.5    |
| Domestic assets                           | -15.2                         | -12.0  | -6.8    | -0.1    | 30.4    |
| <i>Of which:</i> Claims on private sector | 0.4                           | 2.6    | 6.0     | 12.0    | 20.1    |
| External sector                           | (In millions of U.S. dollars) |        |         |         |         |
| Exports of goods and services             | 11,779                        | 12,314 | 14,106  | 19,433  | 22,498  |
| <i>Of which:</i>                          |                               |        |         |         |         |
| Crude oil                                 | 7,434                         | 7,762  | 9,079   | 13,189  | 14,378  |
| LNG                                       | 1,068                         | 1,394  | 1,649   | 2,311   | 2,977   |
| Imports of goods and services, f.o.b.     | -7,514                        | -8,265 | -10,629 | -11,079 | -13,636 |
| Current account balance                   | 1,365                         | 820    | 584     | 4,697   | 4,328   |
| In percent of GDP                         | 6.7                           | 3.8    | 2.4     | 15.2    | 12.1    |
| Official foreign assets                   | 8,787                         | 10,183 | 11,539  | 14,626  | 22,379  |
| Central bank reserves                     | 3,173                         | 3,595  | 3,599   | 4,359   | 5,015   |
| In months of imports 5/                   | 4.6                           | 4.1    | 3.9     | 3.8     | 3.4     |
| Government foreign assets 6/              | 5,614                         | 6,588  | 7,940   | 10,267  | 17,364  |
| In percent of GDP                         | 27.6                          | 30.2   | 32.1    | 33.2    | 48.6    |
| Total external debt                       | 4,835                         | 4,097  | 4,422   | 3,780   | 5,372   |
| In percent of GDP                         | 23.8                          | 18.8   | 17.8    | 12.2    | 15.0    |
| Exchange rate (rials Omani/U.S. dollar)   | 0.384                         | 0.384  | 0.384   | 0.384   | 0.384   |

Sources: Omani authorities; and Fund staff estimates.

1/ Includes crude oil, refining, natural gas, and LNG production.

2/ There is a statistical discrepancy between capital expenditures of the public sector in the fiscal and national accounts as different data were provided by two separate sources.

3/ The difference between total revenues and expenditures are not equal to the overall fiscal balance due to a statistical discrepancy.

4/ Financial assets less liabilities. Excludes pension funds and participation in commercial entities.

5/ Goods and services imports in following year.

6/ Oil Fund, State General Reserve Fund, and other Funds.

Table 1. Oman: Gross Domestic Product by Sectoral Origin at Current Prices, 2002–06  
(In millions of rials Omani)

|                                    | 2002  | 2003  | 2004  | 2005   | 2006   |
|------------------------------------|-------|-------|-------|--------|--------|
| GDP at factor cost 1/              | 7,747 | 8,278 | 9,474 | 11,801 | 13,623 |
| Crude oil                          | 3,101 | 3,224 | 3,786 | 5,363  | 6,082  |
| Natural gas                        | 168   | 212   | 248   | 422    | 489    |
| Agriculture                        | 105   | 106   | 106   | 109    | 119    |
| Fishing                            | 53    | 57    | 56    | 75     | 77     |
| Mining and quarrying               | 16    | 14    | 16    | 24     | 24     |
| Manufacturing                      | 605   | 690   | 777   | 983    | 1,422  |
| Hydrocarbon manufacturing          | 333   | 400   | 443   | 579    | 987    |
| LNG 2/                             | 279   | 362   | 425   | 540    | 939    |
| Oil refining                       | 54    | 38    | 19    | 39     | 48     |
| Other manufacturing                | 272   | 290   | 333   | 404    | 435    |
| Electricity and water              | 79    | 108   | 142   | 144    | 151    |
| Construction                       | 171   | 194   | 291   | 292    | 350    |
| Services                           | 3,675 | 3,905 | 4,288 | 4,642  | 5,226  |
| Wholesale and retail trade         | 932   | 994   | 1,176 | 1,241  | 1,479  |
| Restaurants and hotels             | 59    | 61    | 69    | 87     | 103    |
| Transport and communications       | 535   | 577   | 666   | 684    | 847    |
| Financial and business services    | 322   | 340   | 347   | 375    | 452    |
| Real estate services               | 436   | 447   | 451   | 489    | 518    |
| Public administration and defense  | 772   | 818   | 857   | 926    | 923    |
| Other services                     | 619   | 669   | 722   | 840    | 904    |
| Education                          | 361   | 397   | 433   | 526    | 573    |
| Health                             | 135   | 144   | 155   | 172    | 183    |
| Other social and personal services | 107   | 111   | 116   | 126    | 131    |
| Domestic services                  | 17    | 17    | 17    | 17     | 17     |
| Less: Imputed bank service charges | 227   | 232   | 236   | 253    | 316    |
| Import duties                      | 60    | 65    | 71    | 89     | 115    |
| GDP at market prices               | 7,807 | 8,343 | 9,545 | 11,890 | 13,738 |
| Hydrocarbon sectors 3/             | 3,602 | 3,837 | 4,477 | 6,364  | 7,558  |
| Nonhydrocarbon sectors 4/          | 4,205 | 4,506 | 5,068 | 5,526  | 6,179  |

Source: Ministry of National Economy.

1/ Includes indirect taxes except for import duties.

2/ LNG production began in 2000.

3/ Includes crude oil, natural gas, refining, and LNG.

4/ Includes import duties.

Table 2. Oman: Gross Domestic Product by Sectoral Origin at Constant Prices, 2002–06

(In millions of rials Omani at 1988 prices)

|                                    | 2002  | 2003  | 2004  | 2005  | 2006  |
|------------------------------------|-------|-------|-------|-------|-------|
| GDP at factor cost 1/              | 6,160 | 6,271 | 6,635 | 7,021 | 7,481 |
| Crude oil                          | 1,744 | 1,588 | 1,513 | 1,491 | 1,471 |
| Natural gas                        | 163   | 184   | 208   | 261   | 290   |
| Agriculture                        | 137   | 133   | 136   | 136   | 137   |
| Fishing                            | 43    | 42    | 43    | 41    | 40    |
| Mining and quarrying               | 15    | 12    | 18    | 18    | 17    |
| Manufacturing                      | 451   | 477   | 528   | 573   | 625   |
| Hydrocarbon manufacturing          | 201   | 212   | 210   | 234   | 273   |
| LNG                                | 158   | 172   | 170   | 187   | 214   |
| Oil refining                       | 43    | 40    | 40    | 48    | 58    |
| Other manufacturing                | 250   | 265   | 318   | 339   | 353   |
| Electricity and water              | 108   | 133   | 135   | 140   | 145   |
| Construction                       | 179   | 201   | 266   | 282   | 311   |
| Services                           | 3,517 | 3,704 | 3,991 | 4,295 | 4,696 |
| Wholesale and retail trade         | 864   | 911   | 1,017 | 1,090 | 1,204 |
| Restaurants and hotels             | 71    | 69    | 85    | 91    | 98    |
| Transport and communications       | 628   | 677   | 762   | 810   | 1,029 |
| Financial and business services    | 285   | 301   | 293   | 323   | 366   |
| Real estate services               | 374   | 387   | 405   | 426   | 441   |
| Public administration and defense  | 722   | 749   | 775   | 826   | 806   |
| Other services                     | 574   | 610   | 653   | 730   | 751   |
| Education                          | 329   | 356   | 390   | 444   | 462   |
| Health                             | 124   | 131   | 138   | 153   | 156   |
| Other social and personal services | 98    | 100   | 102   | 110   | 110   |
| Domestic services                  | 23    | 23    | 23    | 23    | 23    |
| Less: Imputed bank service charges | 198   | 204   | 194   | 216   | 251   |
| Import duties                      | 54    | 59    | 61    | 76    | 96    |
| GDP at market prices               | 6,214 | 6,330 | 6,693 | 7,096 | 7,578 |
| Hydrocarbon sectors 2/             | 2,108 | 1,984 | 1,930 | 1,986 | 2,038 |
| Nonhydrocarbon sectors 3/          | 4,105 | 4,345 | 4,764 | 5,110 | 5,539 |

Sources: Ministry of National Economy; and Fund staff estimates.

1/ Includes indirect taxes except for import duties.

2/ Includes crude oil, natural gas, refining, and LNG.

3/ Includes import duties.

Table 3. Oman: Uses of Gross National Product at Current Prices, 2002–06

|                                   | 2002  | 2003  | 2004   | 2005   | 2006   |
|-----------------------------------|-------|-------|--------|--------|--------|
|                                   | 669.1 | 908.4 | 1443.4 | 1560.4 | 1615.5 |
| Consumption                       | 5,165 | 5,515 | 6,268  | 6,548  | 7,785  |
| Private                           | 3,270 | 3,540 | 4,145  | 4,079  | 4,871  |
| Public                            | 1,895 | 1,975 | 2,123  | 2,469  | 2,913  |
| Gross domestic investment 1/      | 1,010 | 1,304 | 1,925  | 2,130  | 2,546  |
| Private                           | 341   | 449   | 515    | 569    | 930    |
| Oil and gas                       | 172   | 236   | 284    | 308    | 443    |
| Other sectors                     | 169   | 213   | 231    | 262    | 487    |
| Public                            | 669   | 908   | 1,444  | 1,560  | 1,616  |
| Oil and gas                       | 276   | 366   | 601    | 531    | 449    |
| Other sectors                     | 393   | 542   | 843    | 1,029  | 1,166  |
| Net exports of goods and services | 1,640 | 1,557 | 1,323  | 3,212  | 3,408  |
| Exports                           | 4,529 | 4,735 | 5,410  | 7,472  | 8,651  |
| Imports                           | 2,889 | 3,178 | 4,087  | 4,260  | 5,243  |
| GDP at market prices              | 7,815 | 8,376 | 9,516  | 11,890 | 13,738 |
| Net factor income from abroad     | -481  | -586  | -506   | -538   | -671   |
| Gross national product            | 7,334 | 7,790 | 9,010  | 11,352 | 13,066 |
| Net foreign transfers             | -616  | -643  | -702   | -868   | -1,072 |
| Gross national disposable income  | 6,718 | 7,147 | 8,308  | 10,484 | 11,994 |
| Gross national saving             | 1,553 | 1,632 | 2,040  | 3,936  | 4,210  |
| Memorandum items:                 |       |       |        |        |        |
| Consumption                       | 66.1  | 65.8  | 65.9   | 55.1   | 56.7   |
| Private investment                | 4.4   | 5.4   | 5.4    | 4.8    | 6.8    |
| Public investment                 | 8.6   | 10.8  | 15.2   | 13.1   | 11.8   |
| Gross domestic saving             | 33.9  | 34.2  | 34.1   | 44.9   | 43.3   |

Sources: Ministry of National Economy; Central Bank of Oman; and Fund staff estimates.

1/ Includes change in inventories.

Table 4. Oman: Uses of Gross National Product at Constant Prices, 2002–06

|                                   | 2002  | 2003  | 2004  | 2005  | 2006   |
|-----------------------------------|-------|-------|-------|-------|--------|
| Consumption                       | 4,871 | 5,242 | 5,819 | 6,327 | 7,038  |
| Private                           | 3,061 | 3,355 | 3,791 | 3,968 | 4,255  |
| Public                            | 1,811 | 1,887 | 2,028 | 2,359 | 2,784  |
| Gross domestic investment         | 857   | 1,042 | 1,614 | 1,751 | 1,941  |
| Buildings                         | 332   | 382   | 515   | 537   | 627    |
| Plants                            | 290   | 390   | 814   | 941   | 1,025  |
| Intangibles                       | 229   | 258   | 260   | 262   | 263    |
| Change in inventories             | 6     | 12    | 25    | 11    | 26     |
| Net exports of goods and services | 501   | 71    | -729  | -981  | -1,401 |
| Exports                           | 3,104 | 2,943 | 2,776 | 2,657 | 3,076  |
| Imports                           | 2,603 | 2,872 | 3,505 | 3,638 | 4,477  |
| GDP at market prices              | 6,230 | 6,355 | 6,704 | 7,096 | 7,578  |
| Gross domestic saving             | 1,912 | 2,003 | 2,301 | 770   | 539    |
| Memorandum items:                 |       |       |       |       |        |
| Consumption                       | 78.2  | 82.5  | 86.8  | 89.2  | 92.9   |
| Investment                        | 13.8  | 16.4  | 24.1  | 24.7  | 25.6   |
| Gross domestic saving             | 30.7  | 31.5  | 34.3  | 10.8  | 7.1    |

Sources: Ministry of National Economy; Central Bank of Oman; and Fund staff estimates.

Table 5. Oman: Sultanate's General Consumer Price Index, 2002–06

(Index 2000=100)

|  | Weight | 2002  | 2003  | 2004  | 2005  | 2006  |
|--|--------|-------|-------|-------|-------|-------|
| Food, beverages, and tobacco                     | 30.385 | 99.5  | 100.4 | 101.6 | 105.7 | 111.4 |
| Clothes, textiles, and footwear                  | 7.211  | 96.6  | 96.1  | 96.5  | 97.0  | 96.8  |
| Housing material and furniture                   | 4.989  | 95.2  | 93.3  | 93.1  | 93.5  | 94.4  |
| Housing, fuel, lighting, and water               | 21.414 | 99.0  | 98.7  | 98.4  | 98.4  | 99.7  |
| Medical care and health service                  | 1.727  | 88.5  | 89.4  | 90.2  | 90.3  | 91.1  |
| Transport and communications                     | 22.194 | 99.3  | 98.8  | 99.9  | 101.3 | 103.1 |
| Culture, entertainment, and recreation           | 2.673  | 96.5  | 94.0  | 92.6  | 89.9  | 91.2  |
| Education  | 3.322  | 103.2 | 103.7 | 104.3 | 106.3 | 107.6 |
| Other goods and services                         | 6.085  | 101.9 | 105.7 | 109.1 | 113.0 | 125.2 |
| Sultanate's general price index (period average) | 100.0  | 98.9  | 99.1  | 99.8  | 101.7 | 105.0 |
| Percent change                                   | ...    | -0.2  | 0.2   | 0.7   | 1.9   | 3.2   |

Source: Ministry of National Economy.

Table 6. Oman: Selected Labor Market Indicators, 2002–06

|   | 2002    | 2003 1/ | 2004    | 2005    | 2006    |
|---|---------|---------|---------|---------|---------|
| Total employment                              | 731,992 | ...     | 638,504 | 656,000 | 763,830 |
| Omanis  | 159,105 | 173,892 | 191,287 | 209,000 | 230,365 |
| Expatriates                                   | 572,887 | ...     | 447,217 | 447,000 | 533,465 |
| Public sector employees 2/                    | 118,637 | 123,045 | 127,121 | 132,000 | 138,806 |
| Omanis  | 93,227  | 99,076  | 104,223 | 110,000 | 116,054 |
| Expatriates                                   | 25,410  | 23,969  | 22,898  | 22,000  | 22,752  |
| Civil service                                 | 91,237  | 95,158  | 99,386  | 104,000 | 108,995 |
| Omanis  | 73,766  | 79,099  | 83,883  | 88,000  | 93,507  |
| Expatriates                                   | 17,471  | 16,059  | 15,503  | 16,000  | 15,488  |
| Diwan of Royal Court 3/                       | 19,334  | 19,636  | 19,544  | 20,000  | 21,166  |
| Omanis  | 13,324  | 13,657  | 13,962  | 15,000  | 15,765  |
| Expatriates                                   | 6,010   | 5,979   | 5,582   | 5,000   | 5,401   |
| Public corporations                           | 8,066   | 8,251   | 8,191   | 8,000   | 8,645   |
| Omanis  | 6,137   | 6,320   | 6,378   | 7,000   | 6,782   |
| Expatriates                                   | 1,929   | 1,931   | 1,813   | 1,000   | 1,863   |
| Private sector employees                      | 613,355 | 481,984 | 511,383 | 524,000 | 625,024 |
| Omanis 4/                                     | 65,878  | 74,816  | 87,064  | 99,000  | 114,311 |
| Expatriates                                   | 547,477 | 407,168 | 424,319 | 425,000 | 510,713 |
| Memorandum items:                             |         |         |         |         |         |
| Compensation of employees (in millions of RO) | 2,221.8 | 2,388.5 | ...     | ...     | ...     |
| Average compensation of employees 5/          | 252.9   | ...     | ...     | ...     | ...     |
| Growth in public sector employment            | 3.7     | 3.7     | 3.3     | 3.8     | 5.2     |
| Growth in private sector employment           | 3.9     | -21.4   | 6.1     | 2.5     | 19.3    |

Sources: Ministry of National Economy; and *Statistical Yearbook 2003*.

1/ Due to methodological change in 2003, comparable data is not available for total employment and for expatriates.

2/ Excludes security and defense personnel.

3/ Includes Muscat municipality.

4/ Registered with Public Authority for Social Insurance (PASI).

5/ Per month in rials Omani; compensation/total employment.

Table 7. Oman: Distribution of Expatriate Workers in the Private Sector  
by Economic Activity, 2002–06

(In thousands)

| Activity                                  | 2002 | 2003 | 2004 | 2005     | 2006     |
|---|------|------|------|----------|----------|
| Agriculture and fishing                   | 66   | 44   | 46   | 45       | 51       |
| Mining and quarrying                      | 6    | 7    | 7    | 7        | 10       |
| Manufacturing                             | 71   | 51   | 52   | 50       | 58       |
| Electricity, gas, and water               | 1    | 1    | 2    | 2        | 2        |
| Construction                              | 134  | 107  | 116  | 119      | 156      |
| Trade                                     | 148  | 102  | 97   | 86       | 92       |
| Hotels and restaurants                    | 23   | 20   | 23   | 25       | 32       |
| Transport, storage, and communication     | 5    | 4    | 5    | 5        | 6        |
| Finance, insurance, and business services | 1    | 1    | 1    | 1        | 2        |
| Real estate                               | 5    | 4    | 4    | 5        | 6        |
| Education                                 | 5    | 4    | 5    | <b>5</b> | <b>6</b> |
| Health and social work                    | 9    | 8    | 9    | 10       | 12       |
| Other personal services                   | 74   | 54   | 58   | 63       | 77       |
| Community, social, and personal services  | 5    | 4    | 4    | 5        | 6        |
| Domestic services                         | 68   | 49   | 53   | 56       | 67       |
| Other services                            | 1    | 1    | 1    | 2        | 4        |
| Total                                     | 547  | 407  | 423  | 423      | 510      |
| Memorandum item:                          |      |      |      |          |          |
| Expatriates in government sector          | 25   | 24   | ...  | 22       | 22       |

Source: Ministry of National Economy.

Table 8. Oman: Tourism Indicators, 2002–06

|  | 2002  | 2003  | 2004   | 2005   | 2006   |
|--|-------|-------|--------|--------|--------|
| Number of hotel establishments 1/              | 124   | 134   | 147    | 159    | 161    |
| Total number of beds                           | 9,208 | 9,809 | 10,919 | 12,475 | 13,380 |
| Total number of rooms                          | 6,078 | 6,473 | 7,045  | 8,082  | 8,539  |
| Occupancy rate (in percent)                    |       |       |        |        |        |
| Rooms  | 41    | 39    | 43     | 47     | 46     |
| Total of tourist nights (in 1,000)             | 916   | 1,078 | 1,321  | 1,344  | 2,123  |
| Total number of guests (in 1,000)              | 811   | 887   | 1,202  | 1,309  | 1,655  |
| Omanis   | 209   | 257   | 292    | 320    | 348    |
| Foreigners                                     | 602   | 630   | 909    | 989    | 1,306  |
| Not -Specified                                 | ...   | ...   | ...    | ...    | ...    |
| Total number of employees                      | 4,192 | 4,677 | 5,100  | 5,394  | 6,985  |
| Omanis   | 1,653 | 1,816 | 2,299  | 2,818  | 3,248  |
| Non-Omanis                                     | 2,539 | 2,861 | 2,801  | 2,576  | 3,737  |
| Total hotel revenues (millions of rials Omani) | 43.9  | 43.6  | 58.1   | 78.6   | 106.8  |

Source: Ministry of Commerce and Industry; and Ministry of Tourism for 2005.

1/ Statistics in other rows do not cover all hotels.

Table 9. Oman: Industrial Sector Indicators for Medium and Large Industries, 2004–06

| Activity                           | Establishments 1/<br>(Number) |      | Employees<br>(Number) |        | Sales Value<br>RO (000) |           | Establishments 1/<br>(Number) |      | Employees<br>(Number) |        | Sales Value<br>RO (000) |               |
|------------------------------------|-------------------------------|------|-----------------------|--------|-------------------------|-----------|-------------------------------|------|-----------------------|--------|-------------------------|---------------|
|                                    | 2004                          | 2005 | 2004                  | 2005   | 2004                    | 2005      | 2004                          | 2005 | 2004                  | 2005   | 2004                    | 2005          |
| Food products and beverages        | 92                            | 98   | 7,424                 | 8,134  | 253,353                 | 261,840   | 97                            | 97   | 8,352                 | 8,352  | 277,042,290             | 277,042,290   |
| Ready-made garments                | 9                             | 7    | 2,407                 | 1,809  | 9,353                   | 7,668     | 5                             | 5    | 1,599                 | 1,599  | 6,670,452               | 6,670,452     |
| Wood products, except furniture    | 14                            | 14   | 896                   | 823    | 8,163                   | 12,218    | 14                            | 14   | 822                   | 822    | 16,739,516              | 16,739,516    |
| Paper products                     | 8                             | 12   | 555                   | 695    | 13,319                  | 16,608    | 11                            | 11   | 649                   | 649    | 18,209,877              | 18,209,877    |
| Printed materials                  | 34                            | 31   | 1,440                 | 1,568  | 17,080                  | 18,627    | 28                            | 28   | 1,307                 | 1,307  | 20,099,748              | 20,099,748    |
| Refined petro-products             | 13                            | 13   | 1,157                 | 1,201  | 1,086,348               | 1,500,053 | 11                            | 11   | 1,261                 | 1,261  | 1,898,673,322           | 1,898,673,322 |
| Chemical products                  | 41                            | 42   | 2,086                 | 2,700  | 84,426                  | 207,042   | 43                            | 43   | 2,770                 | 2,770  | 203,160,791             | 203,160,791   |
| Rubber and plastic products        | 36                            | 42   | 1,593                 | 2,018  | 33,825                  | 46,810    | 43                            | 43   | 2,264                 | 2,264  | 62,695,944              | 62,695,944    |
| Other nonmetallic products         | 105                           | 120  | 8,114                 | 8,599  | 159,450                 | 200,629   | 115                           | 115  | 9,175                 | 9,175  | 239,181,913             | 239,181,913   |
| Basic metals                       | 8                             | 10   | 1,206                 | 1,405  | 98,306                  | 127,553   | 10                            | 10   | 1,653                 | 1,653  | 157,903,774             | 157,903,774   |
| Fabricated metal products          | 50                            | 51   | 3,236                 | 3,559  | 40                      | 47,048    | 48                            | 48   | 4,458                 | 4,458  | 67,228,671              | 67,228,671    |
| Machinery and equipment n.e.c.     | 12                            | 13   | 679                   | 607    | 15,614                  | 17,993    | 9                             | 9    | 428                   | 428    | 16,916,288              | 16,916,288    |
| Office: accounting/comp. machinery | 0                             | 0    | 0                     | 0      | 0                       | 0         | 0                             | 0    | 0                     | 0      | 0                       | 0             |
| Electrical machinery/apparatus     | 9                             | 11   | 989                   | 1,024  | 55,044                  | 83,183    | 11                            | 11   | 1294                  | 1294   | 154,848,832             | 154,848,832   |
| Medical precision/optical          | 1                             | 1    | 59                    | 60     | 2,911                   | 3,403     | 0                             | 0    | 0                     | 0      | 0                       | 0             |
| Parts of motor vehicles            | 4                             | 2    | 365                   | 94     | 1,812                   | 2,686     | 0                             | 0    | 0                     | 0      | 0                       | 0             |
| Furniture manufacturing            | 22                            | 20   | 2,172                 | 1,941  | 33,331                  | 34,607    | 19                            | 19   | 2,020                 | 2,020  | 35,013,914              | 35,013,914    |
| Other manufacturing                | 9                             | 9    | 513                   | 506    | 8,624                   | 11,654    | 11                            | 11   | 612                   | 612    | 12,310,410              | 12,310,410    |
| Total                              | 467                           | 496  | 34,891                | 36,743 | 1,921,403               | 2,599,622 | 475                           | 475  | 38,664                | 38,664 | 3,186,695,742           | 3,186,695,742 |

Source: Ministry of Commerce and Industry.

1/ Covering establishments with capital of RO 5,000 and above.

Table 10. Oman: Agricultural Production and Exports, 2002–06

|                                      | 2002  | 2003  | 2004  | 2005  | 2006  |
|--------------------------------------|-------|-------|-------|-------|-------|
| Production (in thousands of tons)    |       |       |       |       |       |
| Cereals                              | 5     | 5     | 5     | 4     | 4     |
| Vegetables and other crops           | 193   | 163   | 164   | 145   | 129   |
| Fruits and dates                     | 304   | 278   | 293   | 303   | 313   |
| Forage                               | 729   | 733   | 722   | 540   | 564   |
| Bovine meat                          | 10    | 10    | 10    | 10    | 12    |
| Poultry meat                         | 12    | 15    | 20    | 23    | 22    |
| Eggs                                 | 9     | 9     | 9     | 10    | 10    |
| Milk and dairy products              | 43    | 44    | 45    | 46    | 47    |
| Fish                                 | 143   | 138   | 121   | 151   | 154   |
| Total                                | 1,446 | 1,394 | 1,388 | 1,232 | 1,255 |
| Exports (in millions of rials Omani) |       |       |       |       |       |
| Cereals                              | 14    | 16    | 22    | 19    | 19    |
| Vegetables and other crops           | 2     | 9     | 3     | 10    | 20    |
| Fruits and dates                     | 3     | 8     | 1     | 2     | 1     |
| Bovine meat                          | 1     | 1     | 0     | 0     | 0     |
| Eggs                                 | 1     | 0     | 0     | 1     | 1     |
| Milk and dairy products              | 19    | 43    | 50    | 87    | 31    |
| Fish                                 | 39    | 52    | 62    | 59    | 59    |
| Total                                | 79    | 128   | 138   | 177   | 131   |

Sources: Ministry of Agriculture and Fisheries; and Foreign Trade Statistics; Directorate General Customs; and Royal Oman Police.

Table 11. Oman: Oil Production and Reserves, 2002–07

(In millions of barrels)

|                                     | 2002  | 2003  | 2004  | 2005  | 2006  | 2007 1/ |
|-------------------------------------|-------|-------|-------|-------|-------|---------|
| <b>Production by month</b>          |       |       |       |       |       |         |
| January                             | 28.9  | 26.6  | 24.6  | 23.7  | 23.9  | 22.2    |
| February                            | 25.8  | 23.8  | 22.9  | 21.6  | 21.4  | 20.1    |
| March                               | 28.3  | 25.9  | 24.3  | 24.0  | 23.4  | 22.1    |
| April                               | 27.4  | 24.1  | 23.3  | 23.5  | 22.3  | 21.3    |
| May                                 | 27.3  | 25.6  | 24.1  | 23.8  | 22.8  | 22.0    |
| June                                | 26.9  | 24.7  | 23.4  | 23.6  | 22.2  | 20.9    |
| July                                | 27.7  | 25.4  | 24.4  | 24.1  | 22.5  | 21.5    |
| August                              | 27.7  | 24.8  | 23.9  | 24.0  | 22.5  | 21.7    |
| September                           | 26.8  | 24.0  | 23.4  | 23.2  | 21.6  | 21.3    |
| October                             | 27.5  | 25.1  | 24.0  | 24.2  | 22.6  | 22.0    |
| November                            | 26.3  | 24.1  | 23.1  | 23.2  | 21.7  | 21.6    |
| December                            | 26.8  | 25.0  | 24.0  | 23.9  | 22.4  | ...     |
| Annual total                        | 327   | 299   | 285   | 283   | 269   | 237     |
| <i>Of which:</i> Condensates        | 27.1  | 22.8  | 19.7  | 24.1  | 22.1  | 18.7    |
| Daily average                       | 0.897 | 0.819 | 0.782 | 0.775 | 0.605 | 0.560   |
| <b>Production by source company</b> |       |       |       |       |       |         |
| Petroleum Development Oman (PDO)    | 281.5 | 256.3 | 241.8 | 230.2 | 214.9 | 188.0   |
| (PDO production)                    | 771.3 | 702.1 | 660.7 | 630.7 | 588.9 | 563.0   |
| PDO condensate                      | 26.4  | 22.1  | 17.9  | 21.3  | 19.5  | 15.0    |
| Elf Aquitaine (Petrogas)            | 0.9   | 0.9   | 0.7   | 0.7   | 0.6   | 0.6     |
| Occidental                          | 16.2  | 16.9  | 18.9  | 21.3  | 22.6  | 20.2    |
| Occidental (condensate)             | ...   | ...   | 1.3   | 2.3   | 2.3   | 2.6     |
| OXY Mukhaizana (oil)                | ...   | ...   | ...   | 0.9   | 3.5   | 4.1     |
| Japex                               | 1.8   | 2.3   | 4.3   | 5.5   | 5.5   | 5.1     |
| Novus                               | 0.7   | 0.6   | 0.5   | 0.5   | 0.4   | 0.3     |
| PTTEP (Condensate)                  | ...   | ...   | ...   | ...   | ...   | 0.8     |
| Total                               | 327   | 299   | 285   | 282   | 269   | 237     |
| <b>Memorandum items:</b>            |       |       |       |       |       |         |
| PDO proven crude oil reserves       |       |       |       |       |       |         |
| Reserves at beginning of year       | 5,524 | 5,352 | 5,195 | 4,453 | 3,904 | ...     |
| Additions 2/                        | 136   | 122   | -494  | -281  | -223  | ...     |
| Production                          | 308   | 278   | 260   | 252   | 234   | ...     |
| Reserves at year-end                | 5,352 | 5,195 | 4,441 | 3,904 | 3,447 | ...     |

Source: Ministry of Oil and Gas.

1/ Data through end November.

2/ Negative value due to revaluation in 2004, 2005, and 2006.

Table 12. Oman: Crude Oil Exports, 2002–07

|                             | 2002                     | 2003  | 2004  | 2005  | 2006  | 2007 1/ |
|-----------------------------|--------------------------|-------|-------|-------|-------|---------|
|                             | (In millions of barrels) |       |       |       |       |         |
| Exports by month            |                          |       |       |       |       |         |
| January                     | 27.2                     | 24.7  | 22.8  | 23.5  | 22.0  | 18.0    |
| February                    | 23.7                     | 22.4  | 21    | 19.7  | 19.7  | 19.9    |
| March                       | 27.0                     | 24.0  | 21.5  | 21.2  | 22.1  | 18.9    |
| April                       | 26.0                     | 23.0  | 21.7  | 22.6  | 19.1  | 17.7    |
| May                         | 24.2                     | 23.3  | 23.2  | 20.7  | 19.3  | 21.0    |
| June                        | 26.7                     | 23.1  | 20.8  | 22    | 18.7  | 17.6    |
| July                        | 25.0                     | 22.3  | 23.7  | 21.4  | 20.7  | 16.4    |
| August                      | 24.6                     | 24.0  | 20.8  | 23.8  | 17.9  | 20.6    |
| September                   | 26.1                     | 22.0  | 21.9  | 20.6  | 18.2  | 17.0    |
| October                     | 25.0                     | 22.2  | 22.2  | 21.8  | 19.9  | ...     |
| November                    | 25.3                     | 22.5  | 21.9  | 21.2  | 18.2  | ...     |
| December                    | 25.3                     | 25.0  | 22.1  | 23.6  | 17.3  | ...     |
| Total                       | 306.1                    | 278.5 | 263.6 | 262.1 | 233.1 | 167.1   |
| Exports by source company   |                          |       |       |       |       |         |
| PDO                         | 295.0                    | 267.6 | 250.8 | 246.3 | 216.4 | 152.7   |
| Petrogas                    | 0.9                      | 0.9   | 0.7   | 0.7   | 0.6   | 0.5     |
| Occidental                  | 7.7                      | 7     | 7.3   | 8.7   | 8.2   | 7.0     |
| OXY Mukhaizana (oil)        | ...                      | ...   | ...   | 0.6   | 2.1   | 2.4     |
| Japex                       | 1.8                      | 2.4   | 4.1   | 5.6   | 5.3   | 3.7     |
| Novus                       | 0.7                      | 0.6   | 0.7   | 0.2   | 0.5   | 0.4     |
| PTTEP (cendebate)           | ...                      | ...   | ...   | ...   | ...   | 0.4     |
| Total                       | 306.1                    | 278.5 | 263.6 | 262.1 | 233.1 | 167.1   |
| Exports by destination      |                          |       |       |       |       |         |
| China, People's Republic of | 17.8                     | 27.7  | 40.3  | 32.2  | 35.6  | 46.5    |
| Japan                       | 26.4                     | 21.8  | 15.5  | 16.4  | 10.4  | 13.1    |
| Korea, Republic of          | 15.3                     | 15.4  | 15.9  | 15.7  | 15.3  | 6.0     |
| Singapore                   | 5.4                      | 3.5   | 1.2   | 2.9   | 1.2   | 0.9     |
| Taiwan, Province of China   | 6.3                      | 1.8   | 4.6   | 6.1   | 3.0   | 4.0     |
| Thailand                    | 17.1                     | 18.6  | 16.5  | 16.8  | 21.8  | 18.3    |
| United States               | 2.0                      | 2.9   | 1.8   | 2.4   | 5.5   | 3.0     |
| Other                       | 9.8                      | 8.2   | 4.2   | 7.5   | 7.2   | 8.3     |
| Total                       | 100.0                    | 100.0 | 100.0 | 100.0 | 100.0 | 100.0   |

Source: Ministry of Oil and Gas.

1/ Data through September.

Table 13. Oman: Export Prices of Crude and Petroleum Products, 2002–07

(In U.S. dollars per barrel)

|                                      | 2002  | 2003  | 2004  | 2005  | 2006  | 2007 1/ |
|--------------------------------------|-------|-------|-------|-------|-------|---------|
| Crude oil                            |       |       |       |       |       |         |
| January                              | 18.8  | 29.3  | 29.9  | 39.3  | 58.94 | 50.99   |
| February                             | 19.3  | 31.3  | 29.3  | 41.4  | 58.06 | 54.96   |
| March                                | 23.4  | 28.8  | 31.6  | 47.6  | 58.18 | 58.16   |
| April                                | 25.1  | 24.7  | 32.3  | 48.8  | 64.53 | 63.45   |
| May                                  | 25.3  | 25.4  | 35.5  | 46.9  | 65.39 | 64.17   |
| June                                 | 24.5  | 26.4  | 34.2  | 52.1  | 65.62 | 65.30   |
| July                                 | 25.1  | 27.4  | 35.5  | 53.5  | 69.59 | 69.26   |
| August                               | 25.5  | 28.3  | 39.0  | 57.0  | 69.21 | 66.05   |
| September                            | 27.2  | 26.2  | 36.1  | 57.0  | 59.95 | 70.17   |
| October                              | 26.9  | 28.4  | 38.5  | 54.4  | 56.21 | ...     |
| November                             | 23.9  | 28.8  | 35.9  | 51.8  | 56.30 | ...     |
| December                             | 26.7  | 29.2  | 35.3  | 53.6  | 58.28 | ...     |
| Average for the year                 | 24.3  | 27.8  | 34.4  | 50.3  | 61.69 | 62.50   |
| Fuel oil                             | 22.9  | 25.4  | 27.8  | 42.6  | 49.8  | ...     |
| Memorandum items:                    |       |       |       |       |       |         |
| LNG contract price                   |       |       |       |       |       |         |
| (in U.S. dollars per ton)            | 180.3 | 217.4 | 258.4 | 361.7 | 483.1 | 470.2   |
| Average crude oil production cost 2/ | 4.6   | 5.8   | 6.4   | 7.2   | 8.7   | ...     |

Source: Ministry of Oil and Gas.

1/ Data through September.

2/ PDO production cost.

Table 14. Oman: Production and Exports of Liquefied Natural Gas (LNG), 2002–07

(In millions of tons)

|  | 2002  | 2003  | 2004  | 2005  | 2006  | 2007 1/ |
|--|-------|-------|-------|-------|-------|---------|
| Production 2/  | 6.5   | 7.1   | 6.9   | 6.9   | 6.8   | 4.9     |
| Exports  | 6.5   | 7.1   | 6.9   | 6.9   | 6.8   | 4.9     |
| Contracted   | 5.7   | 6.7   | 6.5   | 6.5   | 6.7   | 4.9     |
| <i>Of which:</i>   |       |       |       |       |       |         |
| Korea, Republic of   | 3.9   | 4.1   | 4.1   | 4.1   | 4.1   | 2.9     |
| India  | 0.7   | 0.7   | 0.6   | 0.7   | 0.7   | 0.6     |
| Japan  | 1.1   | 1.9   | 1.8   | 1.7   | 1.8   | 1.2     |
| Spot Market  | 0.8   | 0.4   | 0.4   | 0.4   | 0.1   | 0.2     |
| Memorandum items:  |       |       |       |       |       |         |
| LNG contract price (in U.S. dollars per ton)                               | 180.3 | 217.4 | 258.4 | 361.7 | 483.1 | 470.2   |
| LNG spot price (in U.S. dollars per ton)                                   | 111.6 | 195.4 | 126.3 | 352.6 | 102.0 | 556.3   |
| LNG related condensate-upstream and downstream<br>(In millions of barrels) | 26.4  | 22.1  | 17.9  | 21.3  | 19.4  | 11.8    |

Source: Ministry of Oil and Gas.

1/ Data through September.

2/ Production and exports began in 2000.

Table 15. Oman: Domestic Refinery Data, 2002–06 1/

(In millions of barrels)

|  | 2002 | 2003 | 2004 | 2005 | 2006 |
|--|------|------|------|------|------|
| Refinery intake  |      |      |      |      |      |
| Oil (including condensate)                                 | 30.6 | 31.0 | 29.0 | 31.5 | 31.3 |
| Loss   | 1.0  | 1.1  | 0.1  | 0.3  | 0.3  |
| Net output   | 29.6 | 30.0 | 27.8 | 30.3 | 29.8 |
| Premium gasoline   | 4.1  | 4.5  | 4.0  | 4.1  | 3.7  |
| Regular gasoline   | 1.3  | 1.3  | 1.3  | 1.3  | 1.4  |
| Gas oil  | 6.7  | 6.6  | 6.4  | 7.1  | 6.8  |
| Kerosene/jet   | 2.0  | 1.7  | 1.4  | 1.8  | 2.3  |
| Butane (LPG)   | 0.5  | 0.6  | 0.5  | 0.6  | 0.6  |
| Fuel oil/residue   | 15.0 | 15.3 | 14.2 | 15.5 | 15.0 |
| Sold Sulfur  |      |      | 0.0  | 0.0  | 0.0  |
| Domestic consumption                                       | 17.9 | 15.6 | 15.5 | 18.2 | 23.0 |
| Premium gasoline   | 5.6  | 6.0  | 6.5  | 7.4  | 8.8  |
| Regular gasoline   | 1.3  | 1.4  | 1.3  | 1.3  | 1.4  |
| Gas oil  | 7.2  | 5.1  | 5.7  | 7.0  | 8.0  |
| Kerosene/jet   | 2.9  | 2.6  | 1.5  | 1.9  | 2.6  |
| Butane (LPG)   | 0.6  | 0.5  | 0.5  | 0.6  | 0.5  |
| Other 2/   | 0.3  | 0.0  | 0.0  | 0.0  | 0.0  |
| Oil residue 3/   | 0.3  | 0.0  | 0.1  | 0.0  | 0.0  |
| Exports  | 4.1  | 5.9  | 5.4  | 5.4  | 5.4  |
| Of which: Fuel oil   | 3.9  | 4.4  | 4.5  | 4.8  | 4.8  |
| Other 3/   | 10.4 | 10.8 | 9.9  | 10.6 | 9.0  |
| Memorandum items:  |      |      |      |      |      |
| Installed refinery capacity                                | 31.0 | 31.0 | 31.0 | 31.0 | 31.0 |
| LPG produced from fields                                   | 0.8  | 0.8  | 0.8  | 0.9  | 0.8  |
| Pricing of crude oil input per barrel<br>(In U.S. dollars) |      |      |      |      |      |
| 55 percent 4/  | 30.0 | 30.0 | 30.0 | 30.0 | 30.0 |
| 45 percent 4/  | 24.3 | 27.8 | 34.5 | 50.4 | 59.7 |
| Weighted average   | 27.5 | 29.0 | 32.0 | 39.2 | 43.5 |

Source: Ministry of Oil and Gas.

1/ Details may not add up due to stock changes and other factors.

2/ Includes crude oil for processing on a fee basis.

3/ Mostly reinjected into the fields.

4/ According to the government policy, 55 percent of oil is sold at fixed price of \$30 and 45 percent is sold at market price.

Table 16. Oman: Domestic Retail Prices of Petroleum Products, 1982–2007  
(In U.S. dollars per liter)

| Effective Date      | Premium Gasoline | Regular Gasoline | Gas Oil | Kerosene | LPG 1/ | Natural Gas 2/ |
|---------------------|------------------|------------------|---------|----------|--------|----------------|
| May 3, 1982         | 0.34             | 0.32             | 0.34    | 0.33     | 2.70   | 2.32           |
| January 25, 1986 3/ | 0.31             | 0.29             | 0.31    | 0.30     | 2.70   | 2.08           |
| June 1, 1992        | 0.31             | 0.29             | 0.23    | 0.30     | 2.70   | 2.08           |
| September 17, 1994  | 0.31             | 0.29             | 0.23    | 0.30     | 2.80   | 2.08           |
| January 1, 1995     | 0.31             | 0.29             | 0.23    | 0.30     | 2.80   | 1.50           |
| September 30, 1996  | 0.31             | 0.29             | 0.23    | 0.30     | 2.80   | 1.50           |
| November 30, 1997   | 0.31             | 0.29             | 0.23    | 0.30     | 2.80   | 1.50           |
| June 1, 1998        | 0.31             | 0.29             | 0.26    | 0.31     | 2.80   | 1.50           |
| January 1, 1999     | 0.31             | 0.29             | 0.26    | 0.31     | 2.80   | 1.50           |
| March 1, 2002       | 0.31             | 0.29             | 0.26    | 0.31     | 2.80   | 1.50           |
| January 2, 2003     | 0.31             | 0.30             | 0.27    | 0.31     | 2.80   | 1.50           |
| January 1, 2004     | 0.31             | 0.30             | 0.27    | 0.31     | 2.80   | 1.50           |
| January 1, 2005     | 0.31             | 0.30             | 0.38    | 0.31     | 2.80   | 1.50           |
| January 1, 2006     | 0.31             | 0.30             | 0.38    | 0.31     | 2.80   | 1.50           |
| January 1, 2007     | 0.31             | 0.30             | 0.38    | 0.31     | 2.80   | 1.50           |
| June 1, 2007        | 0.31             | 0.30             | 0.38    | 0.31     | 2.80   | 1.50           |

Source: Ministry of Oil and Gas.

1/ In rials Omani per 22 kg. cylinder.

2/ In U.S. dollars per 1,000 cubic feet; supplied to electric utilities and industry.

3/ Prices expressed in U.S. dollars fell as a result of the rial Omani devaluation from RO 1 = \$2.8952 to RO 1 = \$2.6008; prices remained unchanged in rial Omani terms.

Table 17. Oman: Domestic Consumption of Energy Products, 2002–07

(In thousands of barrels)

|  | 2002    | 2003    | 2004    | 2005    | 2006    | 2007 1/ |
|--|---------|---------|---------|---------|---------|---------|
| Refined products 2/                            |         |         |         |         |         |         |
| Gasoline                                       | 6,705   | 7,493   | 7,865   | 8,207   | 10,111  | 7,417   |
| Premium gas                                    | 5,396   | 6,028   | 6,560   | 6,858   | 8,708   | 6,494   |
| Regular gas                                    | 1,309   | 1,465   | 1,305   | 1,349   | 1,403   | 923     |
| Gas oil  | 6,909   | 5,180   | 5,621   | 6,614   | 7,702   | 6,416   |
| Kerosene                                       | 27      | 29      | 35      | 85      | 123     | 164     |
| Jet fuel                                       | 2,839   | 2,839   | 1,512   | 1,718   | 2,393   | 1,639   |
| Other 3/                                       | 226     | 0       | 0       | 5       | 298     | 34      |
| Total  | 16,706  | 15,541  | 15,033  | 16,629  | 20,627  | 15,670  |
| LPG  | 108,261 | 116,303 | 117,874 | 127,646 | 130,345 | 70,420  |
| Natural gas 4/                                 | 367     | 425     | 447     | 570     | 1,637   | 1,661   |
| Crude oil to refinery<br>(Includes condensate) | 30,600  | 30,964  | 28,950  | 31,571  | 31,307  | 24,698  |

Sources: Ministry of Oil and Gas; and Ministry of Housing, Electricity, and Water.

1/ Data through September.

2/ From Mina Al-Fahal refinery only; does not include imports.

3/ Aviation gasoline and marine fuel.

4/ In millions of cubic feet per day. Relates to gas consumption supplied from the government gas system, excluding consumption in oil and gas operations, and for electricity and water.

Table 18. Oman: Production and Utilization of Natural Gas, 2002–07

(In millions of cubic feet per day)

|                          | 2002  | 2003  | 2004  | 2005  | 2006  | 2007 1/ |
|--------------------------|-------|-------|-------|-------|-------|---------|
| Gross daily production   | 2,164 | 2,334 | 2,330 | 2,514 | 2,929 | 2,970   |
| Associated               | 771   | 727   | 786   | 741   | 666   | 606     |
| Unassociated             | 1,393 | 1,607 | 1,544 | 1,773 | 2,263 | 2,364   |
| Gross domestic use       | 2,163 | 2,334 | 2,267 | 2,387 | 2,904 | 2,942   |
| OLNG feedstock           | 919   | 1,000 | 985   | 985   | 984   | 957     |
| Government gas system 2/ | 366   | 425   | 447   | 570   | 1,125 | 1,253   |
| Oil fields use           | 605   | 611   | 584   | 545   | 629   | 590     |
| Fuel                     | 157   | 159   | 164   | 171   | 194   | 201     |
| Injected                 | 294   | 292   | 230   | 235   | 278   | 272     |
| Flared                   | 154   | 160   | 190   | 139   | 157   | 117     |
| Losses and discrepancy   | 273   | 298   | 251   | 287   | 166   | 142     |
| Memorandum items:        |       |       |       |       |       |         |
| Natural gas reserves at  | ...   | 164   | 191   | ...   | ...   | ...     |
| year end (in tcf) 3/     | ...   | 230   | 300   | ...   | ...   | ...     |
| Proven                   | 25.1  | 24.9  | 24.2  | 10.2  | 9.8   | ...     |
| Expected 4/              | 34.2  | 34.5  | 33.8  | 19.7  | 19.3  | ...     |

Source: Ministry of Oil and Gas.

1/ Data through September.

2/ Includes usage for Oman Mining Company, Oman Cement, and power stations.

3/ Trillion cubic feet.

4/ Defined as with 50 percent chance of being commercially recoverable.

Table 19. Oman: Expenditures, Production Costs, and Assets of Petroleum Development Oman, 2002–06

(In millions of rials Omani)

|  | 2002  | 2003  | 2004  | 2005  | 2006  |
|--|-------|-------|-------|-------|-------|
| Expenditures 1/  | 519   | 625   | 630   | 673   | 811   |
| Capital  | 353   | 432   | 439   | 476   | 579   |
| Seismic surveys  | 27    | 21    | 23    | 18    | 19    |
| Drilling   | 200   | 222   | 218   | 215   | 231   |
| Construction and acquisition                             | 127   | 188   | 197   | 243   | 329   |
| Operating  | 166   | 193   | 191   | 197   | 232   |
| Production costs   | 499   | 568   | 598   | 633   | 719   |
| Operating expenditures                                   | 166   | 193   | 191   | 197   | 232   |
| Depreciation   | 310   | 349   | 380   | 407   | 478   |
| Dry holes  | 23    | 25    | 26    | 28    | 10    |
| Assets 2/  |       |       |       |       |       |
| Original cost  | 5,105 | 5,511 | 5,914 | 5,685 | 6,207 |
| Intangible   | 2,735 | 2,957 | 3,218 | 2,786 | 3,022 |
| Physical   | 2,371 | 2,554 | 2,696 | 2,900 | 3,185 |
| Depreciated  | 4,727 | 5,076 | 5,446 | 5,177 | 5,607 |
| Intangible   | 2,509 | 2,709 | 2,941 | 2,520 | 2,744 |
| Physical   | 2,218 | 2,367 | 2,506 | 2,657 | 2,864 |
| Net book value   | 378   | 436   | 468   | 508   | 600   |
| Unit production costs<br>(in U.S. dollars per barrel) 3/ | 4.60  | 5.76  | 6.43  | 7.15  | 8.7   |

Source: Petroleum Development Oman (PDO).

1/ Excludes payments to the government.

2/ End of period.

3/ Total PDO cost, with respect to all activities divided by barrels of crude produced.

Table 20. Oman: Government Finances, 2002–06

(In millions of rials Omani)

|  | 2002   | 2003   | 2004   | 2005   | 2006    |
|--|--------|--------|--------|--------|---------|
| Revenue and grants                                   | 3,499  | 3,792  | 4,311  | 5,711  | 6,923   |
| Revenues   | 3,485  | 3,782  | 4,295  | 5,698  | 6,913   |
| Oil revenue  | 2,586  | 2,651  | 3,136  | 4,336  | 5,086   |
| LNG-related revenue                                  | 281    | 376    | 472    | 600    | 884     |
| Nonhydrocarbon revenue                               | 618    | 755    | 687    | 762    | 943     |
| Tax revenue  | 160    | 174    | 190    | 243    | 285     |
| Nontax revenue                                       | 459    | 581    | 497    | 519    | 658     |
| <i>Of which:</i>                                     |        |        |        |        |         |
| Public services and utilities                        | 151    | 155    | 152    | 54     | 44      |
| Investment income 1/                                 | 169    | 251    | 151    | 170    | 253     |
| Grants from other countries                          | 14     | 10     | 16     | 13     | 10      |
| Total expenditures, net lending and grants           | 3,050  | 3,314  | 3,800  | 4,196  | 4,965   |
| Current  | 2,401  | 2,467  | 2,701  | 3,221  | 3,702   |
| Civil  | 1,346  | 1,338  | 1,440  | 1,687  | 2,012   |
| Wages and benefits                                   | 716    | 759    | 805    | 939    | 1,227   |
| Goods and services                                   | 411    | 390    | 400    | 418    | 461     |
| Subsidies and transfers                              | 80     | 115    | 160    | 264    | 268     |
| Interest payments                                    | 138    | 74     | 74     | 67     | 56      |
| Defense and security                                 | 958    | 1,010  | 1,144  | 1,404  | 1,550   |
| PDO operations                                       | 97     | 119    | 117    | 130    | 140     |
| Investment   | 614    | 756    | 1,010  | 941    | 1,171   |
| Civil  | 342    | 404    | 474    | 520    | 576     |
| Hydrocarbon (PDO+LNG+gas)                            | 273    | 353    | 536    | 421    | 595     |
| Net lending and equity                               | 23     | 85     | 81     | 15     | 45      |
| Grants to other countries                            | 12     | 6      | 8      | 19     | 47      |
| Statistical discrepancy                              | -43.5  | -83.3  | -80.5  | -71.4  | 0       |
| Overall balance                                      | 405    | 395    | 431    | 1,472  | 1,957   |
| (In percent of GDP)                                  | 5.2    | 4.7    | 4.5    | 12.4   | 14.2    |
| Nonhydrocarbon primary balance excluding grants 2/   | -2,124 | -2,342 | -2,609 | -3,038 | -3,437  |
| (In percent of non-hydrocarbon GDP)                  | -50.4  | -51.4  | -51.5  | -55.0  | -56     |
| Financing, net                                       | -405   | -395   | -431   | -1,444 | -1,957  |
| Foreign loans  | -366   | -193   | 4      | -151   | 195     |
| Bonds with domestic nonbanks                         | 89     | 150    | 43     | -7     | -65     |
| Bonds abroad   | -20    | -15    | 52     | -6     | 0       |
| Oil Fund (- = increase)                              | -53    | -2     | -73    | -107   | -140    |
| SGRF (- = increase) 3/                               | 153    | -134   | -201   | -447   | -361    |
| Contingency account (- = increase) 4/                | 0      | 0      | 0      | -520   | -409    |
| Omani Investment Fund (- = increase) 5/              | 0      | 0      | 0      | -200   | -323    |
| Infrastructure Development Account (- = increase) 6/ | 0      | 0      | 0      | 0      | -600    |
| Upstream project assets (- = increase)               | -59    | -170   | -117   | 0      | 0       |
| Banking system, excluding SGRF                       | -134   | -39    | -137   | -373   | -195.02 |
| Privatization proceeds                               | 0      | 10     | 20     | 290    | 54      |

Sources: Ministry of Finance; and Fund staff estimates and projections.

1/ Actuals include income on SGRF, Oil Fund, Investment Fund, Infrastructure Development Fund, and the Contingency Fund which are not in the budget. Excludes valuation changes.

2/ The nonhydrocarbon primary balance excludes oil revenues and expenditures, and investment income.

3/ Excluding privatization receipts and valuation changes.

4/ Contingency account was re-established in 2006 with the aim to utilize it in case of negative oil and gas price shock. The account is managed by the SGRF.

5/ The Omani investment fund was established in 2005.

6/ Infrastructure Development Account was established in 2006.

Table 21. Oman: Government Receipts, 2002–06

(In millions of rials Omani)

|   | 2002  | 2003  | 2004  | 2005  | 2006  |
|---|-------|-------|-------|-------|-------|
| Oil revenue-total 1/                        | 2,586 | 2,651 | 3,136 | 4,336 | 5086  |
| Oil revenues-budget                         | 2,201 | 2,317 | 2,675 | 2,754 | 2737  |
| Tax revenue from PDO private shareholders   | 519   | 489   | 622   | 844   | 1401  |
| Make-up on sale of oil by PDO               | 175   | 189   | 221   | 29    | 29    |
| Sale of government oil to third parties     | 1,506 | 1,638 | 1,831 | 1,880 | 1306  |
| Oil installation port dues                  | 1     | 1     | 1     | 1     | 1     |
| Oil revenue transferred to SGRF             | 100   | 100   | 160   | 350   | 450   |
| Oil revenue transferred to oil fund         | 50    | 0     | 72    | 103   | 129   |
| Oil revenue transferred to contingency fund | 0     | 0     | 0     | 520   | 380   |
| Oil revenue transferred to investment fund  | 0     | 0     | 0     | 200   | 300   |
| Infrastructure Development Fund 2/          | ...   | ...   | ...   | ...   | 600   |
| Condensate sales                            | 235   | 234   | 229   | 409   | 490   |
| LNG and natural gas related revenue         | 281   | 376   | 472   | 600   | 884   |
| Oman LNG dividends                          | 113   | 162   | 222   | 206   | 270   |
| Gas feedstock sales to OLANG                | 92    | 128   | 145   | 273   | 466   |
| Natural gas sales (domestic)                | 77    | 87    | 106   | 121   | 148   |
| Nonhydrocarbon revenue                      | 618   | 755   | 687   | 762   | 943   |
| Tax revenue                                 | 160   | 174   | 191   | 244   | 285   |
| Customs duties                              | 60    | 65    | 71    | 89    | 115   |
| Corporate income tax                        | 55    | 62    | 65    | 79    | 85    |
| Training tax                                | 40    | 43    | 49    | 71    | 78    |
| Municipal taxes                             | 5     | 5     | 5     | 5     | 7     |
| Nontax revenue                              | 459   | 581   | 496   | 519   | 658   |
| Investment income                           | 169   | 251   | 151   | 170   | 253   |
| Domestic assets 3/                          | 126   | 215   | 108   | 122   | 155   |
| SGRF  | 37    | 33    | 41    | 44    | 34    |
| Oil Fund                                    | 4     | 2     | 2     | 4     | 11    |
| Oman Investment Fund                        | ...   | ...   | ...   | ...   | 23    |
| Contingency Fund                            | ...   | ...   | ...   | ...   | 29    |
| Upstream project assets                     | 2     | 1     | 0     | 0     | 0     |
| Public services and utilities 4/            | 151   | 155   | 152   | 54    | 44    |
| Civil aviation                              | 17    | 16    | 19    | 1     | 9     |
| Public authorities' surplus 5/              | 0     | 17    | 15    | 8     | 5     |
| Other 6/                                    | 122   | 141   | 160   | 286   | 347   |
| Total revenue                               | 3,485 | 3,782 | 4,295 | 5,698 | 6,913 |
| Grants from other countries                 | 14    | 10    | 16    | 13    | 10    |
| Total revenue and grants                    | 3,499 | 3,792 | 4,311 | 5,711 | 6,923 |

Source: Ministry of Finance.

1/ Includes receipts assigned to the State General Reserve Fund (SGRF), the Oil Fund, and other funds.

2/ These accounts were established in 2006.

3/ Interest and dividends on domestic assets, excluding returns on domestic deposits from SGRF.

4/ Mainly water, electricity, post, and port revenue.

5/ Omantel and Central Bank of Oman.

6/ Includes sales of government land and property, passport and immigration fees, and licenses.

Table 22. Oman: Government Expenditures and Net Lending, 2002–06

(In millions of rials Omani)

|  | 2002  | 2003  | 2004  | 2005  | 2006  |
|--|-------|-------|-------|-------|-------|
| Current expenditures                   | 2,401 | 2,467 | 2,700 | 3,221 | 3,702 |
| Civil                                  | 1,346 | 1,338 | 1,440 | 1,687 | 2,012 |
| Total wages and salaries               | 717   | 759   | 806   | 938   | 1,227 |
| Wages and salaries                     | 382   | 406   | 429   | 501   | 518   |
| Allowances                             | 235   | 256   | 274   | 311   | 361   |
| Other remuneration                     | 57    | 57    | 61    | 63    | 72    |
| Pension contributions 1/               | 43    | 40    | 42    | 64    | 276   |
| Goods and services 2/                  | 411   | 390   | 400   | 418   | 461   |
| Supplies of goods                      | 176   | 145   | 141   | 98    | 89    |
| Furniture and equipment                | 25    | 23    | 25    | 26    | 28    |
| Goods for subsidized resale            | 0     | 0     | 0     | 0     | 0     |
| Services                               | 149   | 148   | 173   | 200   | 236   |
| Government services 3/                 | 43    | 32    | 39    | 47    | 57    |
| Upstream gas project 4/                | 18    | 42    | 22    | 46    | 51    |
| Subsidies and transfers                | 80    | 115   | 160   | 264   | 268   |
| Interest payments                      | 138   | 74    | 74    | 67    | 56    |
| <i>Of which:</i>                       |       |       |       |       |       |
| External, excluding upstream           | 29    | 24    | 37    | 29    | 18    |
| On upstream borrowing                  | 68    | 14    | 5     | 0     | 0     |
| PDO current operations 5/              | 97    | 119   | 117   | 130   | 140   |
| Defense expenditures 6/                | 958   | 1,010 | 1,144 | 1,404 | 1,550 |
| Capital expenditures                   | 614   | 756   | 1,010 | 941   | 1,171 |
| Civil ministries                       | 342   | 404   | 474   | 520   | 576   |
| Hydrocarbon                            |       |       |       |       |       |
| PDO investments 5/                     | 201   | 242   | 257   | 250   | 323   |
| Upstream gas project 7/                | 72    | 111   | 279   | 171   | 272   |
| Total expenditures                     | 3,015 | 3,223 | 3,710 | 4,162 | 4,873 |
| Grants to other countries              | 12    | 6     | 8     | 19    | 47    |
| Net lending and equity                 | 23    | 85    | 81    | 15    | 45    |
| Total expenditure, grants, and lending | 3,050 | 3,314 | 3,799 | 4,196 | 4,965 |

Source: Ministry of Finance.

1/ Pension contributions for civil service employees. Contributions for Omanis employed in the private sector are under subsidies and transfers.

2/ "Unspecified allocations" in the budget are assigned to total goods and services.

3/ PTT, electricity, and water.

4/ Includes operational expenditures, gas transportation charges, cost of purchase of gas from Occidental, partial reward and annual fees for operations.

5/ Government share is 60 percent of total PDO for both current and capital expenditures.

6/ Includes some dual (civil and defense) use capital expenditures.

7/ Includes capital expenditures and expenditures on exploration for gas.

Table 23. Oman: Government Current Expenditures, 2002–06

(In millions of rials Omani)

|                                    | 2002  | 2003  | 2004  | 2005  | 2006  |
|------------------------------------|-------|-------|-------|-------|-------|
| Civil                              | 1,346 | 1,338 | 1,440 | 1,687 | 2,012 |
| Diwan of Royal Court 1/            | 164   | 158   | 179   | 90    | 249   |
| Agriculture and fisheries          | 17    | 17    | 17    | 20    | 21    |
| Petroleum and Gas                  | 3     | 4     | 4     | 4     | 4     |
| Commerce and industry              | 11    | 10    | 8     | 7     | 12    |
| Education                          | 276   | 302   | 326   | 385   | 444   |
| Transport and Communication 2/     | 18    | 18    | 18    | 20    | 25    |
| Health                             | 155   | 158   | 161   | 185   | 211   |
| Finance                            | 9     | 12    | 25    | 23    | 11    |
| Foreign affairs                    | 19    | 20    | 22    | 24    | 26    |
| Dhofar province                    | 27    | 27    | 28    | 32    | 36    |
| Electricity, water, and housing 3/ | 159   | 165   | 205   | 115   | 90    |
| Information and youth affairs      | 17    | 16    | 17    | 18    | 18    |
| Heritage and culture               | 3     | 3     | 3     | 4     | 7     |
| Governor of capital                | 2     | 2     | 2     | 2     | 2     |
| Interior                           | 16    | 15    | 17    | 16    | 17    |
| Justice and Awqaf                  | 26    | 28    | 29    | 31    | 35    |
| Municipalities                     | 37    | 37    | 38    | 42    | 45    |
| Interest payments                  | 138   | 74    | 74    | 67    | 56    |
| Subsidies to private sector        | 16    | 15    | 15    | 15    | 143   |
| Development banks                  | 7     | 6     | 6     | 6     | 6     |
| Industrial sector                  | 9     | 9     | 9     | 9     | 137   |
| Social affairs and labor           | 50    | 53    | 55    | 64    | 81    |
| Housing                            | 0     | 0     | 0     | 0     | 0     |
| Post, telegraph, and telephones    | 0     | 0     | 0     | 0     | 0     |
| Sultan Qaboos University           | 71    | 72    | 81    | 85    | 88    |
| Civil Service Council 4/           | 48    | 47    | 44    | 64    | 243   |
| Other                              | 65    | 84    | 72    | 373   | 148   |
| Petroleum Development Oman         | 97    | 119   | 117   | 130   | 140   |
| Defense and security 5/            | 958   | 1,010 | 1,144 | 1,404 | 1,550 |
| Total current expenditures         | 2,401 | 2,467 | 2,700 | 3,221 | 3,702 |
| Grants to other countries          | 12    | 6     | 8     | 19    | 5     |

Source: Ministry of Finance.

1/ Includes municipality of the capital, Sohar Development Office, and Diwan Affairs.

2/ Includes posts, telephone, and telegraphs from 2002.

3/ Includes housing from 2002.

4/ Government contributions to the civil service employees pension fund.

5/ Includes some dual (civil and defense) use capital expenditures.

Table 24. Oman: Government Capital Expenditures, 2002–06  
(In millions of rials Omani)

|   | 2002 | 2003 | 2004  | 2005 | 2006  |
|---|------|------|-------|------|-------|
| Hydrocarbon sector                                      | 273  | 353  | 536   | 421  | 595   |
| Government share in PDO 1/                              | 201  | 242  | 257   | 250  | 323   |
| Upstream gas project 2/                                 | 72   | 111  | 279   | 171  | 272   |
| Civil, by sectoral breakdown 3/                         | 342  | 404  | 474   | 520  | 576   |
| Agriculture, irrigation, water resources, and fisheries | 22   | 22   | 25    | 21   | 22    |
| Manufacturing and mining                                | 3    | 8    | 10    | 7    | 4     |
| Utilities   | 91   | 94   | 87    | 58   | 83    |
| Electricity and water                                   | 90   | 94   | 87    | 58   | 83    |
| Communications  | 1    | 0    | 0     | 0    | 0     |
| Transport sector  | 81   | 88   | 121   | 190  | 238   |
| Roads   | 66   | 78   | 99    | 126  | 146   |
| Harbors   | 14   | 9    | 22    | 53   | 80    |
| Airports  | 1    | 0    | 0     | 11   | 12    |
| Social sector   | 49   | 59   | 72    | 74   | 104   |
| Education   | 33   | 34   | 42    | 46   | 82    |
| Health  | 11   | 18   | 20    | 15   | 8     |
| Housing   | 6    | 7    | 10    | 13   | 14    |
| Public administration                                   | 38   | 48   | 56    | 69   | 66    |
| Other   | 58   | 86   | 103   | 101  | 59    |
| Total capital expenditures                              | 614  | 756  | 1,010 | 941  | 1,171 |

Source: Ministry of Finance.

1/ Sixty percent of PDO total.

2/ Not included in the budget prior to 2004.

3/ Includes human resources development.

Table 25. Oman: Implicit Government Subsidies, 2002–06

(In millions of rials Omani)

|  | 2002 | 2003 | 2004 | 2005 | 2006 |
|--|------|------|------|------|------|
| Electricity and water 1/                                     |      |      |      |      |      |
| Current revenues   | 146  | 157  | 148  | 50   | 40   |
| Electricity  | 115  | 119  | 116  | 14   | 0    |
| Water  | 30   | 38   | 32   | 36   | 40   |
| Total expenditures   | 246  | 248  | 292  | 180  | 151  |
| Electricity  | 230  | 210  | 239  | 88   | 51   |
| Water  | 16   | 39   | 53   | 92   | 100  |
| <i>Of which:</i>   |      |      |      |      |      |
| Current expenditures   | 158  | 164  | 204  | 112  | 75   |
| Electricity  | 148  | 140  | 177  | 58   | 2    |
| Water  | 10   | 24   | 27   | 54   | 73   |
| Equipment expenditures 2/                                    | 2    | 1    | 1    | 3    | 1    |
| Electricity  | 2    | 0    | 0    | 0    | 0    |
| Water  | 0    | 1    | 1    | 3    | 1    |
| Development expenditures                                     | 86   | 83   | 86   | 65   | 75   |
| Electricity  | 80   | 70   | 62   | 30   | 49   |
| Water  | 6    | 14   | 25   | 35   | 26   |
| Electricity and water subsidy 3/                             | 101  | 92   | 144  | 130  | 111  |
| Health 1/  |      |      |      |      |      |
| Current revenues   | 9    | 8    | 9    | 8    | 9    |
| Total expenditures   | 165  | 176  | 184  | 204  | 215  |
| <i>Of which:</i>   |      |      |      |      |      |
| Current expenditures   | 150  | 153  | 160  | 183  | 200  |
| Equipment expenditures 2/                                    | 6    | 6    | 4    | 6    | 7    |
| Development expenditures                                     | 10   | 18   | 20   | 15   | 8    |
| Health subsidy 3/  | 156  | 168  | 175  | 196  | 206  |
| Financial and nonfinancial<br>authorities and enterprises 4/ | 12   | 43   | 87   | 186  | 44   |
| Total implicit subsidies 3/                                  | 268  | 303  | 406  | 512  | 361  |
| Revenues   | 155  | 164  | 157  | 58   | 49   |
| Expenditures   | 423  | 467  | 563  | 570  | 285  |
| Total implicit subsidies                                     | 3.4  | 3.6  | 4.3  | 4.3  | 2.6  |

Source: Ministry of Finance.

1/ Expenditures and receipts of the Ministry of Electricity and Water, and the Ministry of Health. Public health expenditures are not separable, so the subsidy for health care may be overstated.

2/ Relates to equipment outlays, such as office furniture and vehicles; including maintenance.

3/ Expenditures less revenues.

4/ Excludes transfers.

Table 26. Oman: Government Domestic Debt and Debt Service, 2002–06

(In millions of rials Omani)

| End of period                   | 2002 | 2003 | 2004 | 2005 | 2006 |
|---------------------------------|------|------|------|------|------|
| Total domestic debt, held by:   | 606  | 795  | 859  | 663  | 572  |
| Central Bank of Oman            | 26   | 4    | 4    | 1    | 0    |
| Banks                           | 357  | 418  | 440  | 254  | 229  |
| Treasury bills 1/               | 69   | 138  | 149  | 6    | 0    |
| Development bonds               | 112  | 121  | 144  | 121  | 106  |
| Loans and other                 | 176  | 159  | 147  | 127  | 123  |
| Nonbanks                        | 223  | 373  | 416  | 408  | 343  |
| Treasury bills 1/               |      |      |      |      |      |
| Opening balance                 | 160  | 69   | 138  | 149  | 6    |
| Net sales                       | -91  | 69   | 11   | -143 | -6   |
| Closing balance                 | 69   | 138  | 149  | 6    | 0    |
| Development bonds 2/            |      |      |      |      |      |
| Opening balance                 | 260  | 335  | 494  | 559  | 529  |
| Net sales                       | 83   | 159  | 65   | -30  | -80  |
| Closing balance                 | 335  | 494  | 559  | 529  | 449  |
| Interest payments               | 30   | 33   | 37   | 41   | 30   |
| Treasury bills                  | 4    | 1    | 1    | 1    | 0    |
| Development bonds               | 13   | 19   | 30   | 32   | 30   |
| Loans                           | 13   | 13   | 6    | 8    | 0    |
| Memorandum item:                |      |      |      |      |      |
| Domestic debt in percent of GDP | 7.8  | 9.5  | 9.0  | 5.6  | 4.2  |

Sources: Central Bank of Oman; and Ministry of Finance.

1/ Treasury bills are held only by commercial banks.

2/ Holdings by all residents. Bonds are also held by nonresidents.

Table 27. Oman: Civil Service Employees Pension Fund, 2002–06

(In millions of rials Omani)

|   | 2002 | 2003 | 2004 | 2005 | 2006 |
|---|------|------|------|------|------|
| Revenue                                   | 61   | 68   | 74   | 86   | 137  |
| Employee contributions                    | 15   | 17   | 19   | 21   | 23   |
| Government contributions                  | 38   | 42   | 46   | 51   | 58   |
| Investment income 1/                      | 8    | 8    | 8    | 13   | 16   |
| Other receipts                            | 0    | 1    | 0    | 0    | 40   |
| Expenditure                               | 59   | 62   | 63   | 65   | 67   |
| Pension benefits                          | 58   | 61   | 62   | 63   | 65   |
| Other benefits                            | 0    | 0    | 0    | 0    | 0    |
| Other expenditure                         | 1    | 2    | 1    | 2    | 2    |
| Realized loss or gain                     | 0    | 2    | 0    | 1    | 0    |
| Operating surplus/deficit                 | 2    | 7    | 11   | 22   | 70   |
| Discrepancy 2/                            | 0    | 0    | 0    | 0    | 0    |
| Memorandum items:                         |      |      |      |      |      |
| Financial assets (end of period)          | 289  | 319  | 347  | 415  | 497  |
| Domestic assets                           | 279  | 313  | 340  | 395  | 354  |
| Cash and deposits with local banks        | 29   | 24   | 23   | 15   | 99   |
| Government bonds                          | 47   | 49   | 49   | 49   | 38   |
| Domestic equities                         | 55   | 82   | 102  | 172  | 191  |
| Other 3/                                  | 148  | 158  | 166  | 160  | 25   |
| Foreign investments                       | 10   | 6    | 8    | 20   | 144  |
| Unrealized gains/losses on asset holdings | 9    | 23   | 16   | 46   | 12   |

Source: Civil Service Employees Pension Fund.

1/ Interest and dividends on investments. Unrealized capital gains and losses are excluded.

2/ Due to timing differences.

3/ Consists partly of unresolved claims on Ministry of Finance contributions.

Table 28. Oman: Public Authority for Social Insurance, 2002–06 1/

(In millions of rials Omani)

|                                       | 2002 | 2003 | 2004 | 2005 | 2006 |
|---------------------------------------|------|------|------|------|------|
| Revenue                               | 26   | 29   | 35   | 46   | 59   |
| Employee contributions                | 6    | 7    | 8    | 11   | 15   |
| Employer contributions 2/             | 11   | 13   | 15   | 18   | 24   |
| Government contributions 3/           | 3    | 3    | 3    | 4    | 5    |
| Investment income                     | 5    | 6    | 8    | 13   | 16   |
| Other receipts                        | 1    | 1    | 1    | 1    | 1    |
| Expenditure                           | 6    | 7    | 8    | 9    | 11   |
| Insurance benefits 4/                 | 4    | 5    | 6    | 7    | 9    |
| Other expenditure 5/                  | 2    | 2    | 2    | 2    | 3    |
| Operational surplus/deficit (-)       | 20   | 23   | 28   | 37   | 48   |
| Memorandum items:                     |      |      |      |      |      |
| PASI financial assets (end of period) | 175  | 219  | 261  | 335  | 399  |
| Domestic investment                   | 164  | 204  | 243  | 329  | 374  |
| Cash and deposits with local banks    | 91   | 81   | 81   | 114  | 148  |
| Government bonds                      | 31   | 51   | 62   | 59   | 51   |
| Domestic equity investment            | 41   | 72   | 100  | 155  | 175  |
| Others 6/                             | 2    | 0    | 0    | 0    | 0    |
| Foreign investment                    | 11   | 15   | 18   | 6    | 25   |
| Unrealized gains/losses               | 2,6  | 21   | 15   | 38   | 18   |

Source: Public Authority for Social Insurance (PASI).

1/ PASI (started in July 1992) administers pension and benefits plans for Omanis in the private sector.

2/ Employers contribute 9.5 percent of basic salary, employees, 6.5 percent since April 2005. Beginning in 1997, employers started to contribute an additional 1 percent to cover operational injuries.

3/ The government contributed 5 percent of basic salary until 1998 and 2 percent thereafter.

4/ The increase in payments reflects the addition of new schemes to retirement benefits.

5/ Includes payroll, administrative expenses, and amortization of capital.

6/ Loan to the Housing Bank.

Table 29. Oman: State General Reserve Fund (SGRF), 2002–06

(In millions of rials Omani)

|  | 2002     | 2003      | 2004      | 2005       | 2006      |
|--|----------|-----------|-----------|------------|-----------|
| Opening balance  | 1,604    | 1,234     | 1,671     | 2,252      | 3,084     |
| Plus: Oil revenue transferred to SGRF 1/<br>Privatization proceeds transferred to SGRF | 100<br>0 | 356<br>10 | 160<br>20 | 404<br>290 | 350<br>54 |
| Plus: Income and capital gains   | 4        | 171       | 176       | 138        | 283       |
| Income 2/  | 37       | 34        | 41        | 44         | 34        |
| Foreign exchange changes 3/  | 38       | 37        | 48        | -94        | 46        |
| Market valuation changes 4/  | -71      | 100       | 87        | 188        | 203       |
| Less: Transfers to the MoF   | -474     | -100      | 224       | 0          | -23       |
| Equals: Closing balance  | 1,234    | 1,671     | 2,252     | 3,084      | 3,747     |
| Memorandum items:  |          |           |           |            |           |
| Fund resources held with:  | 1,232    | 1,671     | 2,252     | 3,084      | 3,747     |
| Central Bank of Oman   | 0        | 0         | 0         | 0          | 0         |
| Resident commercial banks  | 2        | 0         | 0         | 0          | 0         |
| Muscat securities market   | 30       | 45        | 57        | 85         | 115       |
| Foreign banks and institutions   | 1,583    | 1,851     | 2,196     | 2,999      | 3,633     |

Sources: Ministry of finance; and Central Bank of Oman.

1/ Transfers may differ from the Ministry of Finance data as they are shown in net basis.

2/ Including realized capital gains.

3/ Unrealized gains/losses due to foreign currency changes.

4/ Unrealized gains losses due to own currency market value changes.

Table 30. Oman: Petroleum Reserve Fund (Oil Fund), 2002–06 1/  
(In millions of rials Omani)

|                                     | 2002 | 2003 | 2004 | 2005 | 2006 |
|-------------------------------------|------|------|------|------|------|
| Opening balance                     | 210  | 184  | 107  | 154  | 217  |
| Plus: Transfers of oil revenue      | 50   | 0    | 72   | 103  | 140  |
| Interest earned                     | 4    | 2    | 2    | 4    | 11   |
| Less: Amounts transferred to OOC 2/ | 79   | 78   | 26   | 44   | 164  |
| Closing balance                     | 184  | 107  | 154  | 217  | 204  |

Source: Ministry of Finance.

1/ Established in 1993; resources are earmarked for hydrocarbon investment inside and outside Oman.

2/ These amounts increase government capital in Oman Oil Company (OOC) or support expenditures on OOC projects.

Table 31. Oman: Net Government Financial Assets, 2002–06

(In millions of rials Omani )

| End of Period  | 2002          | 2003          | 2004          | 2005          | 2006          |
|--|---------------|---------------|---------------|---------------|---------------|
| Net financial assets 1/<br>(In percent of GDP)                               | 1,050<br>13.4 | 1,531<br>18.3 | 2,116<br>22.2 | 3,521<br>29.6 | 6,977<br>50.8 |
| <b>Assets</b>  | <b>2,449</b>  | <b>2,902</b>  | <b>3,580</b>  | <b>4,659</b>  | <b>8,215</b>  |
| Deposits with banking system 2/  | 291           | 368           | 527           | 712           | 881           |
| SGRF assets 3/   | 1,615         | 1,896         | 2,252         | 3,084         | 3,747         |
| Upstream project assets  | 360           | 530           | 647           | 647           | 647           |
| Oil fund 4/  | 184           | 107           | 154           | 217           | 204           |
| Oman Investment Fund 5/  | ...           | ...           | ...           | ...           | 723           |
| Infrastructure Development Account 5/  | ...           | ...           | ...           | ...           | 1084          |
| Contingency Account 5/   | ...           | ...           | ...           | ...           | 929           |
| <b>Liabilities</b>   | <b>1,399</b>  | <b>1,371</b>  | <b>1,464</b>  | <b>1,138</b>  | <b>1,238</b>  |
| Domestic debt  | 606           | 786           | 851           | 655           | 560           |
| Loans  | 202           | 154           | 143           | 120           | 111           |
| CBO  | 26            | 4             | 4             | 0.8           | 0.3           |
| Commercial banks   | 176           | 150           | 140           | 119           | 111           |
| Treasury bills   | 69            | 138           | 149           | 6             | 0             |
| Development bonds  | 335           | 494           | 559           | 529           | 449           |
| External debt  | 793           | 585           | 612           | 483           | 678           |
| <b>Memorandum items:</b>   |               |               |               |               |               |
| Unresolved claims of civil service<br>pension fund on Ministry of Finance 6/ | 148           | 158           | 166           | 160           | 25            |

Sources: Ministry of Finance; and Central Bank of Oman.

1/ Financial assets less liabilities. Excludes pension funds and participation in commercial entities.

2/ Excluding SGRF deposits.

3/ Includes valuation effects, as well as assets held at home and abroad.

4/ Excludes oil fund position in Oman Oil Company.

5/ These accounts were established in 2006.

6/ Upper bound of such claims. See Table 27.

Table 32. Oman: Monetary Survey, 2002–07

(In millions of rials Omani)

| End of period                | 2002   | 2003   | 2004   | 2005   | 2006   | Sept<br>2007 |
|------------------------------|--------|--------|--------|--------|--------|--------------|
| Broad money                  | 2,763  | 2,835  | 2,956  | 3,573  | 4,461  | 5,465        |
| Money                        | 769    | 804    | 907    | 1,128  | 1,230  | 1,649        |
| Currency outside banks       | 290    | 304    | 329    | 383    | 471    | 523          |
| Demand deposits              | 480    | 500    | 578    | 745    | 759    | 1,127        |
| Quasi-money 1/               | 1,994  | 2,031  | 2,049  | 2,445  | 3,232  | 3,816        |
| Foreign currency deposits    | 325    | 404    | 433    | 765    | 1,213  | 1,259        |
| Foreign assets (net)         | 1,156  | 1,422  | 1,639  | 2,260  | 2,745  | 3,731        |
| Central bank                 | 1,220  | 1,382  | 1,383  | 1,675  | 1,928  | 2,900        |
| Commercial banks             | -64    | 40     | 257    | 585    | 818    | 831          |
| Domestic assets              | 1,607  | 1,414  | 1,317  | 1,315  | 1,716  | 1,734        |
| Claims on government (net)   | 90     | 54     | -84    | -457   | -652   | -1,360       |
| Central bank (net)           | 10     | -64    | -82    | -168   | -204   | -536         |
| Claims on government         | 26     | 4      | 4      | 1      | 0      | 0            |
| Government deposits 2/       | 16     | 69     | 86     | 168    | 204    | 536          |
| Commercial banks (net)       | 81     | 118    | -2     | -289   | -448   | -824         |
| Claims on government 3/      | 357    | 418    | 440    | 254    | 229    | 150          |
| Government deposits          | 276    | 300    | 441    | 544    | 676    | 974          |
| Claims on public enterprises | 46     | 69     | 87     | 112    | 196    | 219          |
| Claims on private sector     | 3,013  | 3,090  | 3,274  | 3,667  | 4,406  | 5,452        |
| Other items (net)            | -1,542 | -1,798 | -1,961 | -2,005 | -2,233 | -2,577       |
| Central bank                 | -940   | -1,014 | -971   | -1,120 | -1,252 | -1,842       |
| Commercial banks             | -603   | -785   | -989   | -885   | -981   | -736         |

Source: Central Bank of Oman.

1/ Includes foreign currency deposits and deposits relating to letters of credit.

2/ Includes mainly MOF deposits.

3/ Includes treasury bills, development bonds, and loans.

Table 33. Oman: Balance Sheet of the Central Bank, 2002–07

(In millions of rials Omani)

| End of period                  | 2002  | 2003  | 2004  | 2005  | 2006  | Sept<br>2007 |
|--------------------------------|-------|-------|-------|-------|-------|--------------|
| Foreign assets                 | 1,220 | 1,382 | 1,384 | 1,676 | 1,928 | 2,901        |
| Gold                           | 0     | 0     | 0     | 0     | 0     | 0            |
| SDRs                           | 3     | 5     | 5     | 5     | 6     | 7            |
| Reserve position in the IMF    | 38    | 44    | 38    | 14    | 10    | 7            |
| Balances abroad                | 193   | 385   | 316   | 334   | 517   | 1,326        |
| Investments abroad             | 986   | 949   | 1,025 | 1,322 | 1,394 | 1,560        |
| Claims on government           | 26    | 4     | 4     | 1     | 0     | 0            |
| Claims on commercial banks     | 0     | 0     | 0     | 15    | 56    | 0            |
| Other assets                   | 33    | 34    | 32    | 41    | 45    | 50           |
| Assets = liabilities           | 1,278 | 1,420 | 1,420 | 1,733 | 2,029 | 2,951        |
| Reserve money                  | 460   | 443   | 503   | 526   | 727   | 1,074        |
| Currency outside banks         | 290   | 304   | 329   | 383   | 471   | 523          |
| Currency with commercial banks | 49    | 48    | 53    | 76    | 90    | 105          |
| Commercial bank deposits       | 121   | 91    | 121   | 66    | 166   | 446          |
| Government deposits            | 16    | 69    | 86    | 168   | 204   | 536          |
| Rials Omani                    | 0     | 52    | 67    | 156   | 194   | 180          |
| Foreign currency               | 16    | 16    | 19    | 12    | 10    | 355          |
| Foreign liabilities            | 0     | 0     | 1     | 1     | 1     | 1            |
| Capital account 1/             | 390   | 403   | 427   | 450   | 495   | 560          |
| CBO certificates of deposit 2/ | 119   | 170   | 59    | 274   | 249   | 399          |
| Other liabilities              | 293   | 335   | 344   | 310   | 354   | 382          |

Source: Central Bank of Oman (CBO).

1/ Capital, general reserves, and counterpart of SDR allocations.

2/ Classified under other liabilities in CBO accounts.

Table 34. Oman: Consolidated Balance Sheet of the Commercial Banks, 2002–07

(In millions of rials Omani)

| End of period                         | 2002      | 2003      | 2004      | 2005      | 2006      | <u>Sept.</u><br>2007 |
|---------------------------------------|-----------|-----------|-----------|-----------|-----------|----------------------|
| Reserves                              | 164       | 131       | 165       | 137       | 246       | 544                  |
| Cash on hand                          | 49        | 48        | 53        | 76        | 90        | 105                  |
| Balances with central bank            | 115       | 84        | 112       | 61        | 156       | 439                  |
| Foreign assets                        | 478       | 494       | 722       | 945       | 1,573     | 1,870                |
| Claims on government                  | 357       | 418       | 440       | 254       | 229       | 150                  |
| Treasury bills                        | 69        | 138       | 149       | 6         | 0         | 0                    |
| Development bonds                     | 118       | 130       | 147       | 122       | 118       | 121                  |
| Loans                                 | 170       | 149       | 144       | 126       | 110       | 29                   |
| Claims on public enterprises          | 46        | 69        | 87        | 112       | 196       | 219                  |
| Claims on private sector              | 3,013     | 3,090     | 3,274     | 3,667     | 4,406     | 5,452                |
| Balances with local banks             | 54        | 46        | 30        | 35        | 80        | 35                   |
| Other assets                          | 252       | 275       | 186       | 480       | 523       | 713                  |
| Of which: CBO certificates of deposit | 119       | 167       | 51        | 274       | 244       | 399                  |
| <br>Assets = liabilities              | <br>4,363 | <br>4,522 | <br>4,904 | <br>5,630 | <br>7,252 | <br>8,983            |
| Demand deposits                       | 480       | 500       | 578       | 745       | 759       | 1,127                |
| Quasi-money deposits                  | 1,994     | 2,031     | 2,049     | 2,445     | 3,232     | 3,816                |
| Time and savings deposits             | 1,645     | 1,599     | 1,584     | 1,642     | 1,971     | 2,500                |
| Foreign currency deposits             | 325       | 404       | 433       | 765       | 1,213     | 1,259                |
| Other deposits 1/                     | 25        | 28        | 31        | 38        | 47        | 56                   |
| Foreign liabilities                   | 541       | 454       | 465       | 360       | 755       | 1,038                |
| Government deposits                   | 276       | 300       | 441       | 544       | 676       | 974                  |
| Balances due to local banks           | 54        | 46        | 30        | 35        | 109       | 35                   |
| Capital and reserves                  | 433       | 549       | 587       | 782       | 900       | 900                  |
| Other liabilities                     | 585       | 642       | 753       | 720       | 821       | 1,093                |

Source: Central Bank of Oman.

1/ Margin deposits for letters of credit.

Table 35. Oman: Distribution of Bank Credit to the Private Sector, 2002–07 1/

(In millions of rials Omani)

| End of Period               | 2002  | 2003  | 2004  | 2005  | 2006  | Sept.<br>2007 |
|-----------------------------|-------|-------|-------|-------|-------|---------------|
| Import trade                | 315   | 328   | 386   | 395   | 416   | 460           |
| Food and beverages          | 75    | 74    | 87    | 42    | 47    | 48            |
| Construction materials      | 21    | 22    | 34    | 32    | 49    | 48            |
| Manufactures                | 51    | 48    | 54    | 57    | 45    | 55            |
| Machinery and transport     | 83    | 66    | 105   | 171   | 182   | 185           |
| Other imports               | 85    | 118   | 105   | 93    | 93    | 124           |
| Export trade                | 5     | 5     | 5     | 10    | 14    | 19            |
| Wholesale and retail trade  | 136   | 136   | 146   | 194   | 202   | 215           |
| Mining and quarrying        | 80    | 76    | 100   | 109   | 188   | 217           |
| Construction                | 225   | 213   | 223   | 256   | 274   | 373           |
| Manufacturing               | 287   | 280   | 271   | 309   | 366   | 476           |
| Electricity, gas, and water | 65    | 95    | 116   | 161   | 172   | 162           |
| Transport and communication | 54    | 44    | 45    | 45    | 66    | 56            |
| Financial institutions      | 155   | 164   | 164   | 202   | 234   | 290           |
| Services 2/                 | 233   | 233   | 226   | 237   | 313   | 320           |
| Personal loans              | 1,169 | 1,236 | 1,344 | 1,483 | 1,825 | 2,238         |
| <i>Of which:</i>            |       |       |       |       |       |               |
| Consumer durables           | 868   | 891   | 972   | 1,064 | 1,433 | 1,727         |
| Home mortgages              | 69    | 66    | 73    | 91    | 80    | 150           |
| Other purposes              | 232   | 279   | 300   | 327   | 311   | 361           |
| Lending to nonresidents     | 66    | 57    | 50    | 43    | 50    | 74            |
| Other 3/                    | 303   | 293   | 285   | 328   | 472   | 780           |
| Total                       | 3,094 | 3,159 | 3,361 | 3,770 | 4,593 | 5,678         |

Source: Central Bank of Oman.

1/ Classification is only indicative since borrowers may be engaged in multiple activities; bank lending includes a high proportion of overdraft borrowing, and there is no control on the end use of credit. Includes claims on public commercial enterprises.

2/ Mainly hotels, restaurants, recreation, travel, tourism, and health services.

3/ Includes lending to agriculture fishing and allied activities, as well as unclassified credit.

Table 36. Oman: Selected Balance Sheet Ratios for Commercial Banks, 2002–07

(Ratios as defined)

|   | 2002  | 2003  | 2004 | 2005 | 2006 | <u>Sept.</u><br>2007 |
|---|-------|-------|------|------|------|----------------------|
| Reserves/deposits                               | 0.07  | 0.05  | 0.06 | 0.04 | 0.06 | 0.11                 |
| Capital and reserves/deposits 1/                | 0.17  | 0.22  | 0.22 | 0.25 | 0.23 | 0.18                 |
| Loans to deposits 2/                            | 1.24  | 1.24  | 1.28 | 1.18 | 1.15 | 1.15                 |
| Loans/total assets 3/                           | 0.70  | 0.70  | 0.68 | 0.67 | 0.63 | 0.63                 |
| Provisions/Loans 4/                             | 0.10  | 0.12  | 0.11 | 0.07 | 0.06 | 0.04                 |
| Net profit/total assets (ROA) 5/                | 1.40  | 0.22  | 1.65 | 2.27 | 2.30 | 1.9*                 |
| Foreign assets/total deposits 6/                | 0.19  | 0.20  | 0.28 | 0.30 | 0.39 | 0.38                 |
| Net foreign assets/total deposits 7/            | -0.03 | 0.02  | 0.10 | 0.18 | 0.20 | 0.17                 |
| Gross foreign assets/total assets               | 0.11  | 0.11  | 0.15 | 0.17 | 0.22 | 0.21                 |
| Quasi money/total deposits                      | 0.81  | 0.80  | 0.78 | 0.77 | 0.81 | 0.77                 |
| Foreign currency deposits/total deposits 8/     | 0.13  | 0.16  | 0.16 | 0.24 | 0.30 | 0.25                 |
| Foreign assets/foreign liabilities              | 0.88  | 1.09  | 1.55 | 2.62 | 2.08 | 1.80                 |
| Nonperforming loans/total loans (in percent) 9/ | 8.80  | 12.50 | 9.90 | 6.50 | 4.60 | 3.20                 |

Source: Central Bank of Oman.

1/ Core capital and reserves of commercial banks/total deposits.

2/ Credit to private sector/total deposits.

3/ Credit to private sector/total assets.

4/ (Provisions + reserved interest)/credit to private sector.

5/ Profits after taxes and provisions/total assets.

6/ Gross foreign assets/total deposits.

7/ (Foreign assets/foreign liabilities)/total deposits.

8/ Foreign currency deposits of residents/total deposits.

9/ Net of Reserved Interest.

\* Data for nine-month period, not annualized, and on pre-tax basis.

Table 37. Oman: Commercial Bank Lending, 2002–07

(In millions of rials Omani)

| End of Period   | 2002  | 2003  | 2004  | 2005  | 2006  | <u>Sept.</u><br>2007 |
|---|-------|-------|-------|-------|-------|----------------------|
| Deposits 1/   | 3,556 | 3,634 | 3,700 | 4,266 | 5,168 | 6,805                |
| Net lending (inclusive of eligible government soft loans) 2/            | 2,975 | 2,969 | 3,140 | 3,593 | 4,386 | 5,430                |
| Lending ratio (inclusive of eligible government soft loans, percent) 3/ | 83.7  | 81.7  | 84.9  | 84.2  | 84.9  | 79.8                 |
| Permitted lending ratio (percent) 4/                                    | 87.5  | 87.5  | 87.5  | 87.5  | 87.5  | 87.5                 |
| Net lending (exclusive of eligible government soft loans) 2/            | 2,884 | 2,872 | 3,041 | 3,489 | 4,285 | 5,327                |
| Lending ratio (exclusive of eligible government soft loans, percent) 3/ | 81.1  | 79.0  | 82.2  | 81.8  | 82.9  | 78.3                 |

Source: Central Bank of Oman.

1/ Defined as the sum of demand, savings, time, letters of credit deposits, capital, and reserves, as well as net amounts due to banks abroad. On an aggregate basis, this sum is approximately equal to total liabilities less balances due to the central bank and unclassified liabilities.

2/ Lending is defined as loans, advances, discounts, and overdrafts less provisions and reserve interest.

3/ Ratio of actual lending to deposits.

4/ Since July 1998, the ratio has been 87.5 percent of the base as defined above. This ratio can increase to 92.5 percent, if banks lend at subsidized rates by using government soft loan facility.

Table 38. Oman: Interest Rates, 2002–07  
(in percent per annum)

| Central Bank Discount Rate | Commercial Banks 4/ |          |          |                                |         |          |                     |        |                          |                       |                         |                         |  |
|----------------------------|---------------------|----------|----------|--------------------------------|---------|----------|---------------------|--------|--------------------------|-----------------------|-------------------------|-------------------------|--|
|                            | Treasury Bills 1/   |          |          | CBO Certificate of Deposits 2/ |         |          | Government Bonds 3/ |        | Total Omani Riials       |                       | Inter-bank Omani Riials |                         | Six-Month LIBOR on U.S. dollar Deposits 7/ |
|                            | 91 days             | 182 days | 364 days | 14 days                        | 28 days | 182 days | 4-year              | 5-Year | Omani Riials Deposits 5/ | Omani Riials Deposits | Omani Riials Lending    | Omani Riials Lending 6/ | U.S. dollar Deposits 7/                    |
| 2002                       |                     |          |          |                                |         |          |                     |        |                          |                       |                         |                         |  |
| Q1                         | 6.25–7.5            | 1.4      | 1.6      | 1.9                            | 0.9     | 0.8      | ...                 | ...    | 2.2                      | 3.6                   | 0.6                     | 8.9                     | 2.1  |
| Q2                         | 6.25–7.5            | 0.9      | 1.0      | 1.5                            | 0.8     | 0.9      | ...                 | 5.3    | 1.9                      | 3.3                   | 0.7                     | 8.8                     | 2.1  |
| Q3                         | 6.25–7.5            | 0.9      | 0.9      | 1.4                            | 0.9     | 1.0      | 4.8                 | ...    | 1.8                      | 3.1                   | 0.7                     | 8.7                     | 1.8  |
| Q4                         | 6.25–7.5            | 0.8      | 1.0      | 1.3                            | 1.0     | 0.9      | ...                 | 4.5    | 1.7                      | 2.9                   | 0.6                     | 8.5                     | 1.5  |
| 2003                       |                     |          |          |                                |         |          |                     |        |                          |                       |                         |                         |  |
| Q1                         | 6.25–7.5            | 0.7      | 0.8      | 1.1                            | 0.7     | 0.8      | ...                 | ...    | 1.5                      | 2.7                   | 0.6                     | 8.5                     | 1.3  |
| Q2                         | 6.25–7.5            | 0.8      | 0.8      | 1.1                            | ...     | 0.8      | ...                 | 4.3    | 1.4                      | 2.5                   | 0.5                     | 8.3                     | 1.2  |
| Q3                         | 6.25–7.5            | 0.7      | 0.8      | 1.1                            | ...     | 0.6      | ...                 | 4.0    | 1.3                      | 2.4                   | 0.6                     | 8.4                     | 1.2  |
| Q4                         | 6.25–7.5            | 0.7      | 0.8      | 1.0                            | ...     | 0.6      | ...                 | 5.3    | 1.3                      | 2.4                   | 0.5                     | 8.2                     | 1.2  |
| 2004                       |                     |          |          |                                |         |          |                     |        |                          |                       |                         |                         |  |
| Q1                         | 6.25–7.5            | 0.5      | 0.7      | 0.9                            | ...     | 0.5      | ...                 | 4.5    | 1.1                      | 2.2                   | 0.6                     | 8.1                     | 1.2  |
| Q2                         | 6.25–7.5            | 0.5      | 0.7      | 1.0                            | ...     | 0.6      | ...                 | ...    | 1.1                      | 2.3                   | 0.5                     | 8.0                     | 1.5  |
| Q3                         | 6.25–7.5            | 0.6      | 1.0      | 1.1                            | ...     | 0.6      | ...                 | 4.5    | 1.1                      | 2.3                   | 0.7                     | 7.8                     | 2.0  |
| Q4                         | 6.25–7.5            | 0.9      | 1.4      | 1.5                            | ...     | 0.7      | ...                 | 5.0    | 1.1                      | 2.3                   | 0.7                     | 7.6                     | 2.5  |
| 2005                       |                     |          |          |                                |         |          |                     |        |                          |                       |                         |                         |  |
| Q1                         | 6.25–7.5            | 0.9      | ...      | 1.6                            | ...     | 1.2      | ...                 | ...    | 1.1                      | 2.6                   | 0.7                     | 7.4                     | 3.1  |
| Q2                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 2.0      | ...                 | ...    | 1.2                      | 2.7                   | 0.9                     | 7.3                     | 3.5  |
| Q3                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 2.9      | ...                 | ...    | 1.4                      | 3.1                   | 1.5                     | 7.1                     | 4.0  |
| Q4                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 3.1      | ...                 | ...    | 1.4                      | 3.3                   | 2.1                     | 7.1                     | 4.5  |
| 2006                       |                     |          |          |                                |         |          |                     |        |                          |                       |                         |                         |  |
| Q1                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 3.2      | ...                 | ...    | 1.5                      | 3.6                   | 2.4                     | 7.1                     | 4.9  |
| Q2                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 3.4      | ...                 | ...    | 1.5                      | 3.7                   | 3.4                     | 7.4                     | 5.3  |
| Q3                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 4.2      | ...                 | ...    | 1.8                      | 4.0                   | 3.9                     | 7.5                     | 5.5  |
| Q4                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 3.6      | ...                 | ...    | 1.9                      | 4.0                   | 3.1                     | 7.4                     | 5.4  |
| 2007                       |                     |          |          |                                |         |          |                     |        |                          |                       |                         |                         |  |
| Q1                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 3.6      | ...                 | ...    | 1.8                      | 4.1                   | 3.4                     | 7.4                     | 5.4  |
| Q2                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 3.6      | ...                 | ...    | 1.9                      | 4.2                   | 3.0                     | 7.4                     | 5.4  |
| Q3                         | 6.25–7.5            | ...      | ...      | ...                            | ...     | 3.1      | ...                 | ...    | 2.0                      | 4.3                   | 2.9                     | 7.3                     | 5.4  |

Sources: Central Bank of Oman; and IMF, *International Financial Statistics*.

1/ Period averages.

2/ CDs with maturities of 91 days and 182 days have been issued since December 2005. The rates are weighted averages at the end of each period.

3/ Coupon rates for new issues.

4/ Weighted averages at the end of each period, except for libor rates. Weights are the share of deposits or lending for certain interest rate ranges in total deposits and lending. Data on interest rates disaggregated by maturity are not available. The rate excludes interbank rates.

5/ Deposit liabilities consist of private and public sector demand, savings, and time deposits, and exclude money at call and short notice and interbank borrowing.

6/ Lending includes claims on private sector, public sector, and banks (domestic and foreign) in the form of commercial bills, loans, advances, overdrafts, as well as other miscellaneous credit. Excludes interbank lending.

7/ Period averages.

Table 39. Balance Sheet of the Oman Housing Bank, 2002–06

(In thousands of rials Omani)

| End of Period                                     | 2002    | 2003    | 2004    | 2005    | 2006    |
|---|---------|---------|---------|---------|---------|
| Cash in hand and at banks                         | 437     | 396     | 111     | 141     | 98      |
| Time deposits with banks                          | 0       | 0       | 200     | 1,580   | 1,400   |
| Other current assets                              | 487     | 426     | 432     | 410     | 561     |
| Mortgages 1/                                      | 160,786 | 170,240 | 164,555 | 159,298 | 157,352 |
| Fixed assets                                      | 1,112   | 1,097   | 1,119   | 1,206   | 1,134   |
| Assets = liabilities                              | 162,822 | 172,159 | 166,417 | 162,635 | 160,545 |
| Deposits  | 6,407   | 6,595   | 6,699   | 6,529   | 6,758   |
| Due to other banks                                | 4,600   | 10,700  | 9,100   | 8,000   | 0       |
| Advances from government                          | 50,891  | 57,637  | 64,830  | 64,830  | 64,830  |
| Bank overdrafts                                   | 0       | 0       | 0       | 0       | 0       |
| Other term loans                                  | 25,426  | 16,424  | 9,063   | 0       | 0       |
| Other current liabilities                         | 4,595   | 4,879   | 5,027   | 4,818   | 4,892   |
| Capital, legal reserves,<br>and retained earnings | 62,964  | 68,731  | 71,698  | 78,458  | 84,065  |
| Deferred income                                   | 7,939   | 7,193   | 0       | 0       | 0       |

Source: Oman Housing Bank.

1/ Includes mortgages to civil servants taken over from the government.

Table 40. Oman: Balance Sheet of the Oman Development Bank, 2002–07 1/

(In thousands of rials Omani)

| End of Period                           | 2002   | 2003   | 2004   | 2005   | 2006   | 2007   |
|---|--------|--------|--------|--------|--------|--------|
| Cash and demand deposits at banks       | 4,096  | 3,287  | 4,207  | 976    | 1,511  | 2,130  |
| Development bonds                       | 0      | 0      | 992    | 995    | 998    | 1,001  |
| Term deposits                           | 0      | 0      | 0      | 8,200  | 8,000  | 13,500 |
| Loans and guarantees                    | 23,696 | 20,086 | 15,683 | 15,102 | 18,163 | 27,312 |
| Equity investments at cost              | 1,692  | 2,343  | 3,124  | 3,368  | 3,532  | 2,467  |
| Fixed assets                            | 1,414  | 1,282  | 1,171  | 1,109  | 1,163  | 1,202  |
| Other assets 2/                         | 1,159  | 1,142  | 1,117  | 1,154  | 1,215  | 1,238  |
| Assets = liabilities                    | 32,057 | 28,140 | 26,294 | 30,904 | 34,582 | 48,850 |
| Paid-up capital                         | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 | 30,000 |
| Reserves and retained earnings 3/       | 2,133  | 3,238  | 4,690  | 9,954  | 12,854 | 16,767 |
| Other liabilities                       | 9,924  | 4,902  | 1,604  | 950    | 1,728  | 583    |
| <i>Of which:</i>                        |        |        |        |        |        |        |
| Due to banks and financial institutions | 7,530  | 1,000  | 0      | 0      | 0      | 0      |
| Others                                  | 2,394  | 3,902  | 1,604  | 950    | 1,728  | 583    |
| Memorandum item:                        |        |        |        |        |        |        |
| NPLs (as percent of total loans)        | 54.2   | 59.4   | 66.4   | 62.8   | 55.2   | 46.6   |

Source: Oman Development Bank.

1/ Fisheries Research and Sanad Fund are excluded from the balance sheet.

2/ Includes provision for subsidies payable by the government when doubtful receivables are written off.

3/ After payment of dividend to MOF.

Table 41. Oman: Balance of Payments, 2002–06

(In millions of U.S. dollars)

|  | 2002   | 2003   | 2004   | 2005   | 2006   |
|--|--------|--------|--------|--------|--------|
| Trade balance                              | 5,537  | 5,583  | 5,508  | 10,663 | 11,689 |
| Exports                                    | 11,173 | 11,669 | 13,381 | 18,692 | 21,585 |
| Hydrocarbons                               | 8,602  | 9,316  | 10,888 | 15,729 | 17,478 |
| <i>Of which:</i>                           |        |        |        |        |        |
| Crude oil                                  | 7,434  | 7,762  | 9,079  | 13,189 | 14,378 |
| LNG  | 1,068  | 1,394  | 1,649  | 2,311  | 2,977  |
| Other exports                              | 680    | 791    | 1,093  | 1,444  | 2,113  |
| Re-exports                                 | 1,890  | 1,563  | 1,400  | 1,518  | 1,994  |
| Imports, f.o.b.                            | -5,636 | -6,086 | -7,873 | -8,029 | -9,896 |
| Income (net)                               | -1,297 | -1,556 | -1,066 | -1,399 | -1,746 |
| <i>Of which:</i>                           |        |        |        |        |        |
| Official receipts                          | 209    | 207    | 532    | 430    | 820    |
| Official payments                          | -136   | -81    | -105   | -88    | -67    |
| Services (net)                             | -1,272 | -1,534 | -2,031 | -2,310 | -2,827 |
| Current transfers (net)                    | -1,602 | -1,672 | -1,826 | -2,257 | -2,788 |
| Current account balance                    | 1,365  | 820    | 585    | 4,697  | 4,328  |
| (In percent of GDP)                        | 6.7    | 3.8    | 2.4    | 15.2   | 12.1   |
| Capital account                            | 5      | 10     | 21     | -16    | -96    |
| Financial account                          | -717   | 139    | 1,012  | -749   | -1,002 |
| Foreign direct investment                  | 122    | 341    | -21    | 785    | 705    |
| Assets                                     | 0      | -153   | -250   | -114   | -247   |
| Liabilities                                | 122    | 494    | 229    | 900    | 952    |
| Portfolio investment                       | -77    | -82    | 94     | 47     | 472    |
| Assets                                     | 24     | -94    | -68    | -169   | -549   |
| Liabilities                                | -101   | 11     | 161    | 216    | 1,021  |
| Other investment                           | -762   | -120   | 939    | -1,581 | -2,179 |
| Assets                                     | -296   | -49    | -830   | -2,528 | -5,532 |
| Liabilities                                | -466   | -70    | 1,769  | 947    | 3,353  |
| Errors and omissions                       | -339   | -301   | -751   | -1,131 | -847   |
| Overall balance                            | 315    | 668    | 866    | 2,801  | 2,383  |
| Change in official reserves (- = increase) | -315   | -668   | -866   | -2,801 | -2,383 |
| Change in central bank reserves 1/         | -650   | -291   | 60     | -858   | -657   |
| Change in SGRF foreign assets 2/           | 336    | -377   | -926   | -1,943 | -1,726 |

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

1/ Excludes valuation adjustments.

2/ SGRF flows are shown below the line. Also, historical data have been revised (see Staff Report, SM/05/362, Appendix V).

Table 42. Oman: Composition of Total Imports by SITC, 2002–06 1/  
(In millions of rials Omani)

|                                    | 2002  | 2003  | 2004  | 2005  | 2006  |
|------------------------------------|-------|-------|-------|-------|-------|
| Food and live animals              | 267   | 288   | 369   | 340   | 382   |
| Beverages and tobacco              | 185   | 118   | 44    | 31    | 33    |
| Crude materials                    | 60    | 112   | 105   | 89    | 123   |
| Minerals, fuels, and lubricants    | 51    | 83    | 84    | 141   | 139   |
| Animal or vegetable oils and fats  | 13    | 20    | 26    | 25    | 28    |
| Chemicals                          | 170   | 190   | 246   | 285   | 281   |
| Manufactured goods                 | 352   | 390   | 587   | 569   | 799   |
| Machinery and transport equipments | 966   | 1,087 | 1,565 | 1,637 | 2,085 |
| <i>Of which</i> : Motor vehicles   | 233   | 306   | 446   | 524   | ...   |
| Miscellaneous manufactures         | 135   | 158   | 183   | 198   | 239   |
| Unclassified                       | 109   | 81    | 105   | 79    | 80    |
| Subtotal                           | 2,309 | 2,527 | 3,313 | 3,394 | 4,189 |
| Unrecorded imports                 | 112   | 88    | 69    | 55    | 54    |
| Total imports                      | 2,421 | 2,615 | 3,382 | 3,449 | 4,243 |

Source: Oman Customs Department, Foreign Trade Statistics.

1/ Imports measured c.i.f.

Table 43. Oman: Composition of Non-oil Exports and Re-exports, 2002–06

(In millions of rials Omani)

|                                    | 2002 | 2003 | 2004 | 2005  | 2006  |
|------------------------------------|------|------|------|-------|-------|
| <b>Exports of Omani origin</b>     |      |      |      |       |       |
| Live animals and products          | 54   | 62   | 92   | 91    | 74    |
| <i>Of which:</i> Fish              | 30   | 30   | 41   | 40    | 36    |
| Vegetable products                 | 18   | 14   | 15   | 16    | 13    |
| Animal or vegetable oils and fats  | 8    | 12   | 18   | 29    | 29    |
| Foodstuffs, beverages, and tobacco | 16   | 21   | 26   | 36    | 32    |
| Mineral products                   | 29   | 35   | 43   | 51    | 216   |
| Chemical products                  | 22   | 26   | 28   | 89    | 138   |
| Plastic and articles thereof       | 13   | 19   | 31   | 33    | 32    |
| Textiles                           | 26   | 26   | 24   | 14    | 11    |
| Base metals and articles thereof   | 33   | 40   | 73   | 96    | 124   |
| Others                             | 42   | 50   | 71   | 102   | 143   |
| Total                              | 262  | 304  | 420  | 557   | 812   |
| <b>Re-exports</b>                  |      |      |      |       |       |
| Food and live animals              | 29   | 23   | 19   | 9     | 18    |
| Beverages and tobacco              | 145  | 83   | 25   | 13    | 10    |
| Crude materials                    | 2    | 3    | 2    | 5     | 6     |
| Minerals, fuels, and lubricants    | 7    | 10   | 0    | 1     | 0     |
| Animal or vegetable oils and fats  | 0    | 0    | 0    | 0     | 0     |
| Chemicals                          | 13   | 11   | 8    | 8     | 7     |
| Manufactured goods                 | 73   | 62   | 18   | 15    | 14    |
| Machinery and transport equipment  | 405  | 338  | 399  | 502   | 663   |
| Miscellaneous manufactures         | 25   | 33   | 31   | 20    | 36    |
| Unclassified                       | 27   | 38   | 38   | 9     | 13    |
| Total                              | 727  | 601  | 538  | 584   | 767   |
| Total exports and re-exports       | 988  | 905  | 959  | 1,139 | 1,579 |

Source: Oman Customs Department, Foreign Trade Statistics.

Table 44. Oman: Sources of Recorded Imports, 2002–06 1/

(In percent of total)

|                             | 2002  | 2003  | 2004  | 2005  | 2006  |
|-----------------------------|-------|-------|-------|-------|-------|
| Asia                        |       |       |       |       |       |
| China, Peoples' Republic of | 1.6   | 2.4   | 1.7   | 2.4   | 3.4   |
| India                       | 4.5   | 4.4   | 3.7   | 4.5   | 5.3   |
| Japan                       | 16.1  | 17.1  | 14.0  | 15.7  | 17.3  |
| Singapore                   | 1.0   | 1.1   | 1.1   | 1.0   | 1.2   |
| Australia                   | 1.8   | 2.4   | 2.2   | 2.1   | 2.1   |
| Middle East                 |       |       |       |       |       |
| Bahrain                     | 1.4   | 2.0   | 1.0   | 1.8   | 1.8   |
| United Arab Emirates        | 27.4  | 21.6  | 32.4  | 26.5  | 25.8  |
| United States               | 6.6   | 6.2   | 4.9   | 6.2   | 5.2   |
| Western Europe              |       |       |       |       |       |
| France                      | 2.9   | 2.4   | 4.0   | 2.1   | 1.8   |
| Germany                     | 4.4   | 4.4   | 4.9   | 6.9   | 5.1   |
| Italy                       | 3.1   | 2.4   | 5.9   | 2     | 2.1   |
| Netherlands, Kingdom of the | 1.6   | 1.6   | 2.5   | 1.8   | 2     |
| Sweden                      | 0.6   | 0.9   | 0.8   | 1.6   | 1.6   |
| United Kingdom              | 6.1   | 5.7   | 4.9   | 4.4   | 3.4   |
| Other                       | 21.0  | 25.4  | 16.0  | 21    | 21.9  |
| Total                       | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |

Source: Oman Customs Department, Foreign Trade Statistics.

1/ Recorded by country of last shipment, not necessarily of origin.

Table 45. Oman: Structure of Customs Duties, 2002–06

(In percent)

| Import category   | 2002 | 2003 1/ | 2004 | 2005 | 2006 |
|---|------|---------|------|------|------|
| Bananas   | 25   | 25      | 25   | 25   | 25   |
| Tobacco   | 100  | 100     | 100  | 100  | 100  |
| Alcoholic beverages   | 100  | 100     | 100  | 100  | 100  |
| Swine meat  | 100  | 100     | 100  | 100  | 100  |
| Limes (dried)   | 100  | 100     | 100  | 100  | 100  |
| Most other imports, including paints, cement products, ducts, some vegetable oils, bags, and other products   | 5    | 5       | 5    | 5    | 5    |
| Exempted items:   |      |         |      |      |      |
| Meat and edible meat offal (other than swine); milk of all sorts; ghee; flour; cooking oils and fats (excluding margarine and lards); sugar; refined petroleum products (fuel only); fertilizers, insecticides, fungicides, and herbicides for agricultural use; printed books, newspapers, periodicals, journals, manuscripts, and plans; machinery and accessories for agricultural purposes; seeds for planting; live plants (including flower plants) cut flowers, foliage, vegetables, roots and tubers; edible fruits (excluding bananas and limes); tea; rice, wheat, barley, corn, maize, and oats; gold and silver bullion and coins; currency; items of "national origin" manufactured in other GCC member countries. |      |         |      |      |      |

Source: Ministry of Finance.

1/ The GCC common single external tariff at 5 percent came into effect on January 1, 2003.

Table 46. Oman: External Liabilities, Amortization, and Interest, 2002–06

(In millions of U.S. dollars)

|                              | 2002  | 2003  | 2004  | 2005  | 2006  |
|------------------------------|-------|-------|-------|-------|-------|
| Government external debt     | 2062  | 1521  | 1586  | 1257  | 1765  |
| Amortization 1/              | 1193  | 871   | 609   | 311   | 52    |
| Interest payments            | 130   | 83    | 96    | 66    | 67    |
| Short-term debt              | 7     | 0     | 0     | 0     | 0     |
| Interest payments            | 0     | 0     | 0     | 0     | 0     |
| Medium-term debt             | 1,471 | 1,161 | 1,356 | 963   | 1,471 |
| Amortization                 | 765   | 539   | 395   | 295   | 52    |
| Interest payments            | 74    | 54    | 86    | 62    | 67    |
| Development bonds            | 214   | 175   | 229   | 294   | 294   |
| Amortization                 | 76    | 147   | 27    | 16    | 0     |
| Interest payments            | 20    | 10    | 10    | 4     | 0     |
| Upstream project             | 370   | 185   | 0     | 0     | 0     |
| Amortization                 | 352   | 185   | 187   | 0     | 0     |
| Interest payments            | 36    | 18    | 0     | 0     | 0     |
| Nongovernment external debt  | 2,773 | 2,575 | 2,830 | 2,523 | 3,608 |
| Amortization (Oman LNG only) | 19    | 39    | 42    | 153   | 76    |
| Interest payments            | 55    | 43    | 51    | 138   | 164   |
| Oman LNG projects            | 1,281 | 1,313 | 1,539 | 1,505 | 1,562 |
| Amortization                 | 19    | 39    | 42    | 153   | 76    |
| Interest payments            | 37    | 29    | 48    | 87    | 109   |
| Commercial banks 2/          | 1,407 | 1,181 | 1,210 | 936   | 1965  |
| Interest payments            | 15    | 11    | 0     | 46    | 49    |
| Other nonbank loans          | 84    | 81    | 81    | 81    | 81    |
| Interest payments            | 4     | 3     | 3     | 5.0   | 6.0   |
| Total external debt          | 4,835 | 4,096 | 4,415 | 3,780 | 5,373 |
| Amortization 1/              | 1211  | 910   | 651   | 464   | 128   |
| Interest payments            | 185   | 126   | 147   | 204   | 231   |
| Direct Investment in Oman 3/ | 1,677 | 2,018 | 1,997 | 2,780 | 3,484 |
| Total external liabilities   | 6,512 | 6,114 | 6,412 | 6,560 | 8,857 |

Sources: Ministry of Finance; and Central Bank of Oman.

1/ Includes government short-term debt outstanding in the previous year.

2/ Commercial bank foreign liabilities.

3/ Book values, based on cumulation since 1990.

Table 47. Oman: International Investment Position (IIP), 2002–06

(In millions of U.S. dollars)

| Year end                                | 2002   | 2003   | 2004   | 2005   | 2006   |
|---|--------|--------|--------|--------|--------|
| External assets                         | 10,268 | 11,747 | 13,661 | 16,629 | 20,219 |
| Official                                | 8,840  | 10,237 | 11,564 | 14,651 | 17,408 |
| Central Bank of Oman                    | 3,172  | 3,594  | 3,599  | 4,359  | 5,015  |
| State General Reserve Fund              | 4,199  | 4,930  | 5,858  | 8,021  | 10,040 |
| Oil Fund 1/                             | 478    | 278    | 401    | 565    | 502    |
| Pension Funds 2/                        | 55     | 55     | 25     | 26     | 169    |
| Upstream project                        | 936    | 1,379  | 1,682  | 1,682  | 1,682  |
| Nongovernment 3/                        | 1,428  | 1,510  | 2,097  | 1,978  | 2,811  |
| Commercial banks                        | 1,242  | 1,285  | 1,877  | 2,458  | 4,091  |
| OLNG external assets                    | 186    | 225    | 220    | 220    | 220    |
| External liabilities                    | 6,981  | 6,777  | 6,733  | 6,885  | 9,917  |
| Official                                | 2,063  | 1,522  | 1,593  | 1,258  | 1,766  |
| Central Bank of Oman                    | 1      | 1      | 1      | 1      | 1      |
| Development bonds                       | 214    | 175    | 236    | 294    | 294    |
| Government loans                        | 1,848  | 1,346  | 1,356  | 963    | 1,471  |
| Medium term                             | 1,471  | 1,161  | 1,356  | 963    | 1,471  |
| Short term                              | 7      | 0      | 0      | 0      | 0      |
| Upstream project                        | 370    | 185    | 0      | 0      | 0      |
| Nongovernment                           | 4,917  | 5,255  | 5,140  | 5,626  | 8,151  |
| Commercial banks                        | 1,407  | 1,181  | 1,210  | 936    | 1,965  |
| Nonbanks 3/                             | 3,510  | 4,073  | 3,931  | 4,690  | 6,186  |
| Oman LNG loans and equity 4/            | 1,358  | 1,319  | 1,367  | 1,222  | 1,174  |
| Direct investment 5/                    | 1,581  | 2,109  | 1,997  | 2,780  | 3,484  |
| Of which : Oil sector                   | 1,012  | 1,091  | 1,716  | 2,036  | 2,088  |
| Equities                                | 333    | 430    | 313    | 324    | 1,060  |
| Other 6/                                | 70     | 58     | 81     | 81     | 81     |
| Foreign investment loans 7/             | 168    | 158    | 172    | 283    | 388    |
| International Investment Position (net) | 3,288  | 4,970  | 6,928  | 9,744  | 10,302 |
| Official                                | 6,777  | 8,715  | 9,971  | 13,393 | 15,641 |
| Nongovernment                           | -3,489 | -3,744 | -3,043 | -3,649 | -5,340 |

Sources: Central Bank of Oman; and Fund staff estimates.

1/ That portion of Oil Fund assets not invested in Oman Oil Company.

2/ Civil Service Employees Pension Fund and Public Authority for Social Insurance.

3/ Based on partial information due to gaps in measurement of private nonbank assets and liabilities.

4/ As of 2003, includes loans for third LNG train at Qalhat.

5/ Cumulative from 1990. Estimated positions are at book values. No outward FDI is recorded.

6/ Cumulative other liabilities recorded in the BOP accounts since 1990.

7/ Project related loans; the increase in 2004 mostly reflects Sohar refinery and Oman-India fertilizer projects.