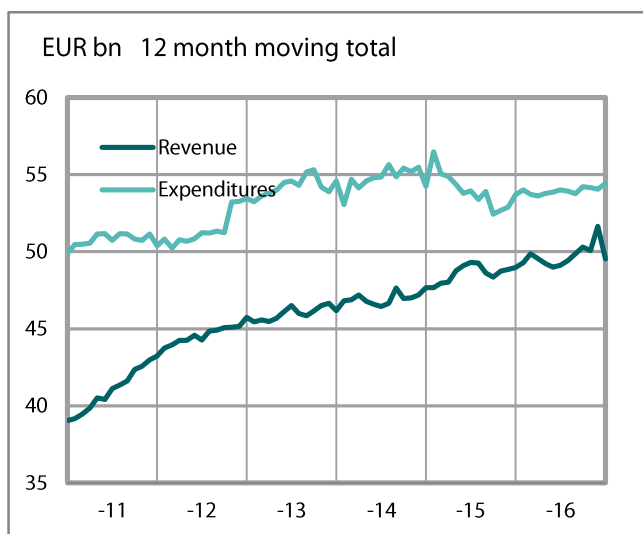


# Funds Statement for Central Government Finances

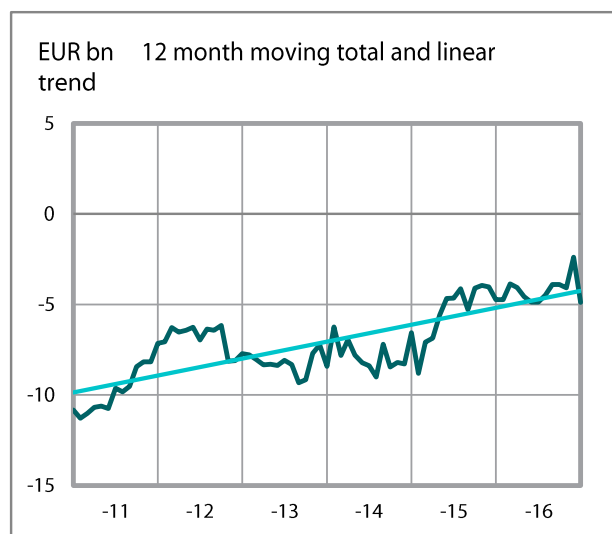
31.12.2016

Valtiokonttori  
Statskontoret  
State Treasury

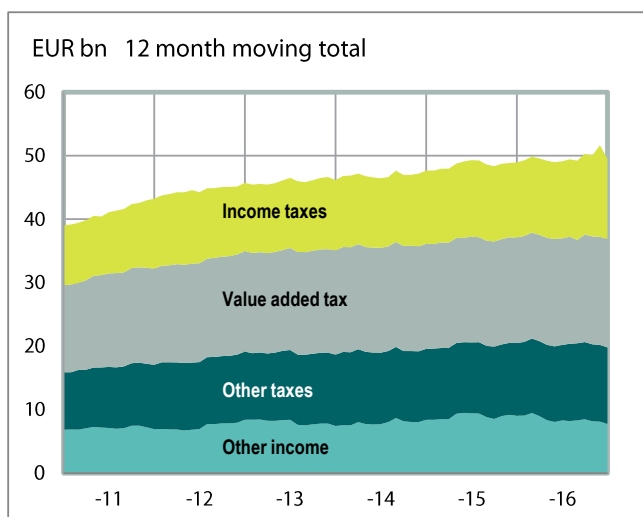
On-budget entities' revenue and expenditures



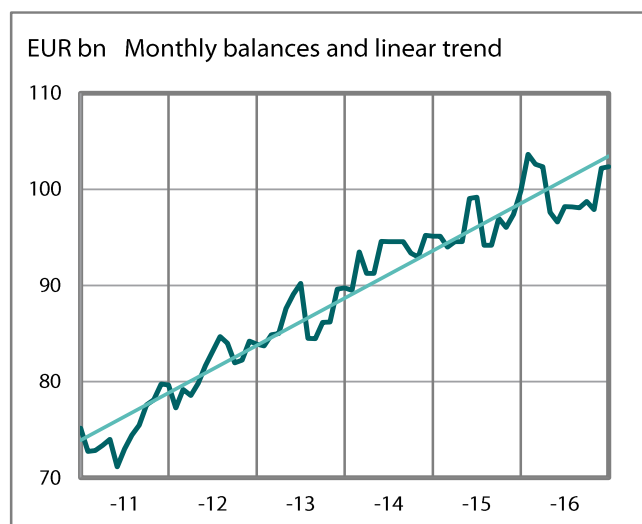
On-budget entities' surplus/deficit



On-budget entities' revenue



Central government debt



This bulletin reports the realisation of the state budget, and the state income, expenses, assets, liabilities, and cash flow.

The state has a legal accounting obligation for its budgetary funding per accounting unit. The accounting units include the Office of the President of the Republic of Finland, the ministries, and offices, organisations, and other institutions that function as operationally and financially expedient entities. The accounting units and state treasuries outside the budget shall deliver their accounting information to central accounting monthly. The information for the bulletin is produced from the central accounting database. The economic concepts that are used by Statistics Finland for their reports are not used in these reports.

Tables 1 to 5 in this bulletin describe the on-budget entities. Tables 1 and 2 present information from budget accounting, meaning that the profit and costs are presented using concepts and terms from the budget. The data in tables 3 to 5 are produced from business accounting and are presented using business accounting concepts.

The income between the offices and organisations is eliminated in the State income and expense account (table 3). The eliminated income is presented as deductions in the operating expenses on the line "Adjustment to internal expenses".

The receivables and debts between the accounting units only affect the state balance sheet (table 5) slightly and, therefore, are not eliminated.

Tables 6 to 9 describe the Central Government Finances, referring to the financial complex consisting of the on-budget entities and the treasury finances outside the budget. The transactions, receivables, and debts between the on-budget entities and treasury finances have been eliminated in the tables. The data in the tables are produced from the business accounting data and are presented using business accounting concepts.

The financial statement of the Central Government Finances is presented as a funds statement. More detailed interpretation instructions for the funds statement can be found on the [State Treasury website](#) along with time series related to the data in the funds statement and the publication schedule for the Central Government Finances monthly bulletin.

For more information on the monthly bulletin, please contact Central Accounting, tel. +358 295 50 2000, or e-mail [kkp\(at\)valtiokonttori.fi](mailto:kkp(at)valtiokonttori.fi).

Netra - the Finnish State Internet Reporting  
[www.netra.fi](http://www.netra.fi)

## **On-budget entities' tables (using budgetary concepts):**

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## **Central Government Finances tables (using business accounting concepts)**

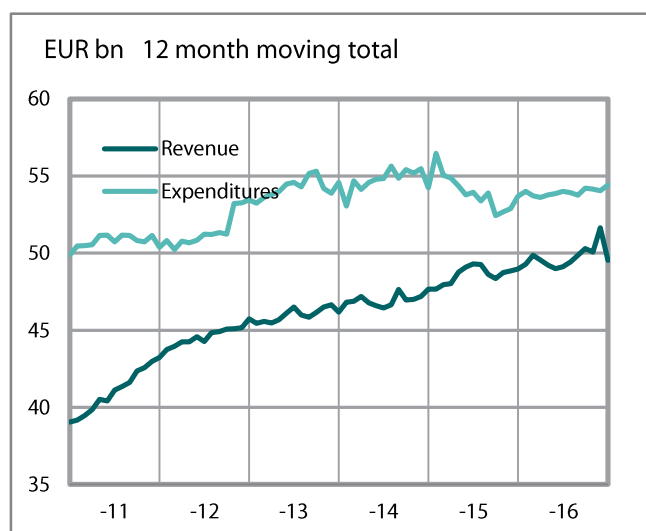
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# 1. Balance of the on-budget entities <sup>\*)</sup>

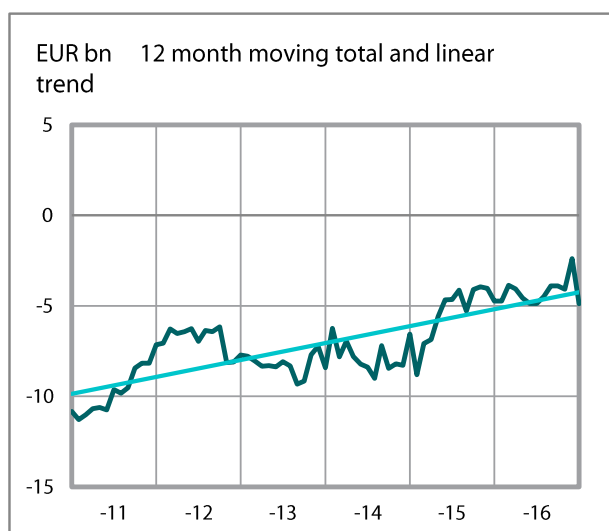
|  | Total<br>1.1. -<br>31.12.2015 | Total<br>1.1. -<br>31.12.2016 | Total<br>1.1.2016 -<br>31.12.2016<br>(12 month moving<br>total) | Change from<br>the previous<br>year's 12 month<br>moving total |          | Budgeted<br>2 016 |
|--|-------------------------------|-------------------------------|---|--|----------|-------------------|
|  | EUR million                   | EUR million                   | EUR million   | EUR million  | %        | EUR million       |
| 11. Taxes and tax-like revenue   | 39 941                        | 41 787                        | 41 787  | 1 847  | 5        | 41 542            |
| 12. Miscellaneous revenue  | 6 147                         | 5 615                         | 5 615   | -532   | -9       | 5 426             |
| 13. Interest income, sales proceeds of shares and<br>withdrawals of profit | 2 362                         | 1 638                         | 1 638   | -724   | -31      | 1 647             |
| 15.01. Debt redemptions to the state                                       | 521                           | 498                           | 498   | -24  | -5       | 467               |
| <b>TOTAL REVENUE</b>   | <b>48 971</b>                 | <b>49 538</b>                 | <b>49 538</b>   | <b>567</b>   | <b>1</b> | <b>49 081</b>     |
| 21. Parliament   | 175                           | 160                           | 160   | -15  | -9       | 163               |
| 22. President of the Republic  | 16                            | 11                            | 11  | -6   | -35      | 13                |
| 23. Prime Minister's Office  | 183                           | 205                           | 205   | 22   | 12       | 211               |
| 24. Ministry for Foreign Affairs   | 1 210                         | 1 055                         | 1 055   | -155   | -13      | 1 060             |
| 25. Ministry of Justice  | 920                           | 924                           | 924   | 4  | 0        | 926               |
| 26. Ministry of the Interior   | 1 397                         | 1 974                         | 1 974   | 577  | 41       | 1 995             |
| 27. Ministry of Defence  | 2 692                         | 2 801                         | 2 801   | 109  | 4        | 2 885             |
| 28. Ministry of Finance  | 16 702                        | 17 373                        | 17 373  | 672  | 4        | 17 398            |
| 29. Ministry of Education and Culture                                      | 6 685                         | 6 709                         | 6 709   | 23   | 0        | 6 800             |
| 30. Ministry of Agriculture and Forestry                                   | 2 499                         | 2 535                         | 2 535   | 35   | 1        | 2 573             |
| 31. Ministry of Transport and Communications                               | 2 957                         | 2 963                         | 2 963   | 6  | 0        | 2 973             |
| 32. Ministry of Employment and the Economy                                 | 3 748                         | 2 974                         | 2 974   | -774   | -21      | 3 088             |
| 33. Ministry of Social Affairs and Health                                  | 12 781                        | 13 011                        | 13 011  | 230  | 2        | 13 206            |
| 35. Ministry of the Environment  | 203                           | 203                           | 203   | 0  | 0        | 204               |
| 36. Interest on central government debt                                    | 1 530                         | 1 521                         | 1 521   | -10  | -1       | 1 548             |
| <b>TOTAL EXPENDITURES</b>  | <b>53 700</b>                 | <b>54 419</b>                 | <b>54 419</b>   | <b>719</b>   | <b>1</b> | <b>55 042</b>     |
| <b>EXCL. GOVERNMENT DEBT PAYMENTS</b>                                      |                               |                               |   |  |          |                   |
| <b>SURPLUS/DEFICIT</b>   | <b>-4 729</b>                 | <b>-4 881</b>                 | <b>-4 881</b>   | <b>-153</b>  | <b>3</b> | <b>-5 960</b>     |

<sup>\*)</sup> Borrowings are regarded as revenue, and credits as expenditures, in the budget and the budget accounting that monitors its implementation. Transferable allocations that are not used during the financial year and that are useable during the following financial year are regarded as costs in the financial statements according to the budget accounting. Revenue and expenditures are not allocated as income and expenses.

## On-budget entities' revenue and expenditures



## On-budget entities' surplus/deficit



## 2. On-budget entities' revenue

|  | Total<br>1.1. - 31.12.2015 | Total<br>1.1. - 31.12.2016 | Total<br>1.1.2016 -<br>31.12.2016<br>(12 month moving<br>total) | Change from the<br>previous year's 12<br>month moving total |            | Budgeted<br>2016 |
|--|----------------------------|----------------------------|---|---|------------|------------------|
|  | EUR million                | EUR million                | EUR million   | EUR million   | %          | EUR million      |
| <b>11. TAXES AND TAX-LIKE REVENUE</b>  |                            |                            |   |   |            |                  |
| Earned income and capital income taxes   | 9 094                      | 9 382                      | 9 382   | 288   | 3          | 9 480            |
| Corporation tax  | 2 761                      | 3 268                      | 3 268   | 507   | 18         | 3 278            |
| Tax withheld at source on interest income  | 110                        | 89                         | 89  | -21   | -19        | 91               |
| Inheritance and gift tax   | 631                        | 522                        | 522   | -109  | -17        | 490              |
| <b>Taxes on income and wealth</b>  | <b>12 597</b>              | <b>13 261</b>              | <b>13 261</b>   | <b>665</b>  | <b>5</b>   | <b>13 339</b>    |
| Value added tax  | 16 628                     | 17 107                     | 17 107  | 478   | 3          | 17 009           |
| Tax payable on certain insurance premiums  | 777                        | 785                        | 785   | 8   | 1          | 785              |
| Pharmacy payments  | 164                        | 173                        | 173   | 8   | 5          | 177              |
| <b>Taxes on sales</b>  | <b>17 570</b>              | <b>18 065</b>              | <b>18 065</b>   | <b>495</b>  | <b>3</b>   | <b>17 971</b>    |
| Tobacco tax  | 881                        | 975                        | 975   | 94  | 11         | 950              |
| Alcoholic beverage tax   | 1 356                      | 1 354                      | 1 354   | -1  | -0         | 1 340            |
| Duty on sweets, ice cream and soft drinks  | 250                        | 255                        | 255   | 5   | 2          | 257              |
| Fuel tax   | 4 309                      | 4 595                      | 4 595   | 286   | 7          | 4 518            |
| Excise duty of some beverage packages  | 15                         | 15                         | 15  | 0   | 2          | 15               |
| <b>Excise duties</b>   | <b>6 811</b>               | <b>7 195</b>               | <b>7 195</b>  | <b>384</b>  | <b>6</b>   | <b>7 080</b>     |
| Car tax  | 884                        | 964                        | 964   | 79  | 9          | 899              |
| Transfer tax   | 784                        | 858                        | 858   | 74  | 9          | 802              |
| Lottery tax  | 221                        | 229                        | 229   | 8   | 4          | 225              |
| Vehicle tax  | 930                        | 1 083                      | 1 083   | 153   | 16         | 1 090            |
| Waste tax  | 32                         | 21                         | 21  | -12   | -36        | 25               |
| <b>Other taxes</b>   | <b>2 851</b>               | <b>3 154</b>               | <b>3 154</b>  | <b>303</b>  | <b>11</b>  | <b>3 041</b>     |
| Rail tax   | 6                          | 5                          | 5   | -1  | -11        | 5                |
| Some communication fees  | 29                         | 29                         | 29  | 0   | 1          | 29               |
| Some traffic fees  | 19                         | 20                         | 20  | 0   | 2          | 19               |
| Fairway dues   | 45                         | 46                         | 46  | 1   | 2          | 45               |
| Oil waste fees   | 4                          | 4                          | 4   | 0   | 3          | 4                |
| Other tax income   | 3                          | 6                          | 6   | 3   | 77         | 6                |
| Electricity and gas network charges and wind<br>power fees collected from wind farms in the Bay of<br>Bothnia area | 3                          | 3                          | 3   | 0   | 4          | 3                |
| Administrative fees of the Financial Stability<br>Facility   | 3                          | 0                          | 0   | -3  | -100       | 0                |
| <b>Other tax-like revenue</b>  | <b>112</b>                 | <b>113</b>                 | <b>113</b>  | <b>1</b>  | <b>1</b>   | <b>111</b>       |
| <b>11. TAXES AND TAX-LIKE REVENUE TOTAL</b>  | <b>39 941</b>              | <b>41 787</b>              | <b>41 787</b>   | <b>1 847</b>  | <b>5</b>   | <b>41 542</b>    |
| <b>12. MISCELLANEOUS REVENUE</b>   | <b>6 147</b>               | <b>5 615</b>               | <b>5 615</b>  | <b>-532</b>   | <b>-9</b>  | <b>5 426</b>     |
| <b>13. INTEREST INCOME, SALES PROCEEDS OF<br/>SHARES AND WITHDRAWALS OF PROFIT</b>                                 | <b>2 362</b>               | <b>1 638</b>               | <b>1 638</b>  | <b>-724</b>   | <b>-31</b> | <b>1 647</b>     |
| <b>15.01. DEBT REDEMPTIONS TO THE STATE</b>  | <b>521</b>                 | <b>498</b>                 | <b>498</b>  | <b>-24</b>  | <b>-5</b>  | <b>467</b>       |
| <b>ON-BUDGET ENTITIES' REVENUE TOTAL</b>   | <b>48 971</b>              | <b>49 538</b>              | <b>49 538</b>   | <b>567</b>  | <b>1</b>   | <b>49 081</b>    |

### 3. State income and expense account <sup>\*)</sup>

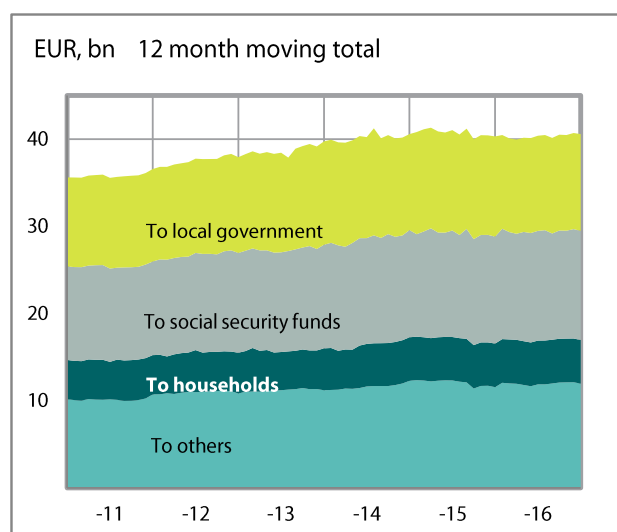
|  | 1.1. - 31.12.2015 | 1.1. - 31.12.2016 | Change        |            |
|--|-------------------|-------------------|---------------|------------|
|  | EUR million       | EUR million       | EUR million   | %          |
| <b>OPERATING INCOME</b>                                  |                   |                   |               |            |
| Income from free-charging operations                     | 841               | 845               | 3             | 0          |
| Rents for compensations for use                          | 47                | 46                | -1            | -3         |
| Other operating income                                   | 310               | 729               | 419           | 135        |
| <b>TOTAL OPERATING INCOME</b>                            | <b>1 199</b>      | <b>1 620</b>      | <b>421</b>    | <b>35</b>  |
| <b>OPERATING EXPENSES</b>                                |                   |                   |               |            |
| Materials, supplies and goods                            | -490              | -597              | -107          | 22         |
| Staff costs  | -4 496            | -4 387            | 109           | -2         |
| Rents  | -749              | -703              | 47            | -6         |
| Purchases services                                       | -2 624            | -3 041            | -417          | 16         |
| Other expenses   | -633              | -707              | -73           | 12         |
| Increase (-) or decrease (+) in stocks of finished goods | 1                 | -9                | -10           | -673       |
| Production for own use (-)                               | 95                | 149               | 54            | 56         |
| Depreciation   | -1 036            | -1 025            | 11            | -1         |
| Adjustment to internal expenses                          | 231               | 238               | 7             | 3          |
| <b>TOTAL OPERATING EXPENSES</b>                          | <b>-9 701</b>     | <b>-10 081</b>    | <b>-380</b>   | <b>4</b>   |
| <b>SURPLUS I</b>   | <b>-8 502</b>     | <b>-8 461</b>     | <b>41</b>     | <b>0</b>   |
| <b>FINANCIAL INCOME AND EXPENSES</b>                     |                   |                   |               |            |
| Financial income   | 2 175             | 1 473             | -702          | -32        |
| Financial expenses                                       | -1 895            | -1 670            | 225           | -12        |
| <b>EXTRAORDINARY INCOME AND EXPENSES</b>                 |                   |                   |               |            |
| Extraordinary income                                     | 115               | 156               | 41            | 36         |
| Extraordinary expenses                                   | -16               | -10               | 6             | -36        |
| <b>SURPLUS II</b>  | <b>-8 122</b>     | <b>-8 511</b>     | <b>-389</b>   | <b>5</b>   |
| <b>INCOME AND EXPENSES FROM PAYMENT TRANSFERS</b>        |                   |                   |               |            |
| Income   | 3 682             | 3 300             | -382          | -10        |
| Expenses   | -40 298           | -40 574           | -275          | 1          |
| <b>SURPLUS III</b>                                       | <b>-44 739</b>    | <b>-45 785</b>    | <b>-1 046</b> | <b>2</b>   |
| <b>INCOME FROM TAXES AND COMPULSORY CHARGES</b>          |                   |                   |               |            |
| Taxes and charges of fiscal character                    | 39 847            | 41 649            | 1 801         | 5          |
| Other compulsory charges                                 | 155               | 210               | 56            | 36         |
| <b>TOTAL INCOME FROM TAXES AND COMPULSORY CHARGES</b>    | <b>40 002</b>     | <b>41 859</b>     | <b>1 857</b>  | <b>5</b>   |
| <b>SURPLUS/DEFICIT FOR THE FINANCIAL PERIOD</b>          | <b>-4 737</b>     | <b>-3 926</b>     | <b>811</b>    | <b>-17</b> |

<sup>\*)</sup> The concepts of revenue and expenditures in business accounting correspond to those in general accounting. Borrowings and credits are therefore regarded as financial transactions, and revenue and expenditures are allocated as income and expenses for the purposes of creating the income and expense account and balance sheet. Transferable allocations that are not used during the financial year and that are useable during the following financial year do not affect the income and expense account or balance sheet.

## 4. Income and expenses from payment transfers

|  | 1.1. - 31.12.2015 | 1.1. - 31.12.2016 | Change      |            |
|--|-------------------|-------------------|-------------|------------|
|  | EUR million       | EUR million       | EUR million | %          |
| <b>INCOME FROM PAYMENT TRANSFERS</b>               |                   |                   |             |            |
| From local government                              | 152               | 150               | -2          | -1         |
| From social security funds                         | 27                | 56                | 28          | 105        |
| From industry                                      | 9                 | 6                 | -3          | -29        |
| From non-profit corporations                       | 21                | 15                | -6          | -29        |
| From households                                    | 7                 | 7                 | -1          | -9         |
| From institutions and Bodies of the European Union | 1 117             | 1 158             | 41          | 4          |
| From rest of the world                             | 4                 | 4                 | 0           | -4         |
| From central government                            | 2 343             | 1 904             | -439        | -19        |
| Other income from payment transfers                | 0                 | 0                 | 0           | -97        |
| <b>TOTAL INCOME FROM PAYMENT TRANSFERS</b>         | <b>3 682</b>      | <b>3 300</b>      | <b>-382</b> | <b>-10</b> |
| <b>EXPENSES FROM PAYMENT TRANSFERS</b>             |                   |                   |             |            |
| To local government                                | -11 493           | -11 099           | 394         | -3         |
| To social security funds                           | -12 256           | -12 508           | -252        | 2          |
| To industry  | -3 265            | -4 136            | -871        | 27         |
| To financial and insurance institutions            | -102              | -44               | 58          | -57        |
| To non-profit corporations                         | -2 253            | -2 254            | -1          | 0          |
| To households                                      | -5 003            | -5 004            | -1          | 0          |
| To institutions and Bodies of the European Union   | -1 767            | -1 771            | -3          | 0          |
| To rest of the world                               | -884              | -611              | 273         | -31        |
| To central government                              | -3 139            | -2 993            | 146         | -5         |
| Other expenses from payment transfers              | -136              | -155              | -19         | 14         |
| <b>TOTAL EXPENSES FROM PAYMENT TRANSFERS</b>       | <b>-40 298</b>    | <b>-40 574</b>    | <b>-275</b> | <b>1</b>   |

### Expenses from payment transfers



## 5. State balance sheet, assets

|  | 31.12.2015    | 31.12.2016    | Change        |            |
|--|---------------|---------------|---------------|------------|
|  | EUR million   | EUR million   | EUR million   | %          |
| <b>NATIONAL PROPERTY</b>   | <b>468</b>    | <b>509</b>    | <b>41</b>     | <b>9</b>   |
| <b>FIXED ASSETS</b>  |               |               |               |            |
| <b>Intangible assets</b>   | <b>642</b>    | <b>761</b>    | <b>118</b>    | <b>18</b>  |
| <b>Tangible assets</b>   | <b>20 798</b> | <b>20 856</b> | <b>57</b>     | <b>0</b>   |
| Land and water   | 15            | 15            | 0             | -1         |
| Construction land and water areas  | 1 057         | 1 073         | 16            | 2          |
| Buildings  | 192           | 184           | -8            | -4         |
| Structures   | 29            | 32            | 3             | 9          |
| Constructions  | 18 016        | 18 211        | 196           | 1          |
| Machinery and equipment  | 510           | 586           | 77            | 15         |
| Fixtures and furnishings   | 10            | 9             | 0             | -1         |
| Other material assets  | 12            | 12            | 0             | 1          |
| Advance payments and construction in progress                                    | 958           | 733           | -225          | -24        |
| <b>Financial assets</b>  | <b>22 683</b> | <b>23 079</b> | <b>396</b>    | <b>2</b>   |
| Securities held in fixed assets  | 14 819        | 15 157        | 337           | 2          |
| Basic equity capital of state enterprises  | 3 182         | 3 274         | 92            | 3          |
| Capital which is placed in state enterprises under terms of other equity capital | 2 727         | 2 731         | 4             | 0          |
| Euro-denominated treasury notes issued   | 6             | 6             | 0             | -6         |
| Other non-current domestic investments   | 1 948         | 1 911         | -37           | -2         |
| <b>TOTAL FIXED ASSETS</b>  | <b>44 124</b> | <b>44 695</b> | <b>572</b>    | <b>1</b>   |
| <b>CURRENT ASSETS</b>  |               |               |               |            |
| <b>Stocks</b>  | <b>511</b>    | <b>477</b>    | <b>-34</b>    | <b>-7</b>  |
| Materials and supplies   | 424           | 434           | 10            | 2          |
| Work in progress   | 14            | 5             | -9            | -63        |
| Completed products/Goods   | 74            | 38            | -35           | -48        |
| <b>Non-current receivables</b>   | <b>6 137</b>  | <b>5 920</b>  | <b>-218</b>   | <b>-4</b>  |
| <b>Current receivables</b>   | <b>1 987</b>  | <b>1 697</b>  | <b>-290</b>   | <b>-15</b> |
| Trade receivables  | 194           | 172           | -22           | -11        |
| Euro-denominated loan receivables  | 150           | 161           | 10            | 7          |
| Currency-denominated loan receivables  | 288           | 283           | -5            | -2         |
| Accrued credits  | 113           | 125           | 12            | 11         |
| Other current receivables  | 367           | 303           | -64           | -17        |
| Prepayments  | 875           | 654           | -221          | -25        |
| <b>Short-term investments</b>  | <b>2 660</b>  | <b>1 250</b>  | <b>-1 410</b> | <b>-53</b> |
| <b>Cash in hand and at banks</b>   | <b>1 871</b>  | <b>2 152</b>  | <b>281</b>    | <b>15</b>  |
| <b>TOTAL CURRENT ASSETS</b>  | <b>13 165</b> | <b>11 496</b> | <b>-1 670</b> | <b>-13</b> |
| <b>TOTAL ASSETS</b>  | <b>57 757</b> | <b>56 700</b> | <b>-1 057</b> | <b>-2</b>  |

## 5. State balance sheet, liabilities

|   | 31.12.2015     | 31.12.2016     | Change        |           |
|---|----------------|----------------|---------------|-----------|
|   | EUR miljon     | EUR miljon     | EUR miljon    | %         |
| <b>EQUITY CAPITAL</b>                                 | <b>-55 058</b> | <b>-58 983</b> | <b>-3 925</b> | <b>7</b>  |
| <b>STATE CAPITAL</b>                                  | <b>-55 066</b> | <b>-58 992</b> | <b>-3 926</b> | <b>7</b>  |
| State capital 1st Jan 1998                            | -30 048        | -30 048        | 0             | 0         |
| Change in capital for previous financial periods      | -20 281        | -25 018        | -4 737        | 23        |
| Surplus/deficit for the financial period              | -4 737         | -3 926         | 811           | -17       |
| <b>CAPITAL IN FUNDS</b>                               | <b>8</b>       | <b>9</b>       | <b>1</b>      | <b>10</b> |
| Other state funds and donations                       | 8              | 9              | 1             | 10        |
| <b>VALUATION ITEMS</b>                                | <b>0</b>       | <b>0</b>       | <b>0</b>      | <b>-</b>  |
| Revaluations  | 0              | 0              | 0             | -         |
| <b>CREDITORS</b>                                      | <b>112 815</b> | <b>115 683</b> | <b>2 868</b>  | <b>3</b>  |
| <b>NON-CURRENT</b>                                    | <b>87 637</b>  | <b>87 432</b>  | <b>-205</b>   | <b>0</b>  |
| Euro-denominated loans taken out                      | 85 604         | 85 724         | 120           | 0         |
| Foreign currency-denominated loans taken out          | 1 478          | 1 244          | -234          | -16       |
| Non-current accrued liabilities                       | 67             | 58             | -10           | -14       |
| Other non-current liabilities                         | 487            | 406            | -81           | -17       |
| <b>CURRENT</b>  | <b>25 178</b>  | <b>28 251</b>  | <b>3 073</b>  | <b>12</b> |
| Collective accounts of state funds outside the budget | 1 747          | 2 317          | 570           | 33        |
| Payments to be made in the next financial period      | 9 768          | 14 164         | 4 396         | 45        |
| Current euro-denominated loans                        | 5 239          | 3 484          | -1 755        | -33       |
| Outside assets under state management                 | 394            | 433            | 39            | 10        |
| Advances received                                     | 415            | 633            | 218           | 53        |
| Trade payables  | 622            | 715            | 93            | 15        |
| Transactions between accounting agencies              | 94             | 91             | -3            | -3        |
| Items to be forwarded for payment                     | 790            | 682            | -108          | -14       |
| Accrued liabilities                                   | 1 772          | 1 672          | -99           | -6        |
| Other current liabilities                             | 4 338          | 4 059          | -279          | -6        |
| <b>TOTAL LIABILITIES</b>                              | <b>57 757</b>  | <b>56 700</b>  | <b>-1 057</b> | <b>-2</b> |

## 6. Funds statement for central government finances

|  | 1.1. - 31.12.2015  |                  |                  | 1.1. - 31.12.2016  |                  |                  | Change                       |             |
|--|--------------------|------------------|------------------|--------------------|------------------|------------------|------------------------------|-------------|
|  | budget-<br>economy | fund-<br>economy | state<br>ekonomy | budget-<br>economy | fund-<br>ekonomy | state<br>ekonomy | state economy<br>EUR million | %           |
| EUR million  |                    |                  |                  |                    |                  |                  |                              |             |
| <b>OWN OPERATIONS</b>  |                    |                  |                  |                    |                  |                  |                              |             |
| Income and wealth tax revenue                                  | 11 855             | 0                | 11 855           | 12 650             | 0                | 12 650           | 795                          | 7           |
| Value added tax revenue  | 16 629             | 0                | 16 629           | 17 107             | 0                | 17 107           | 478                          | 3           |
| Other tax revenue and revenue from public payments             | 12 598             | 85               | 12 683           | 13 230             | 76               | 13 306           | 624                          | 5           |
| <i>Taxes and tax-like revenue total</i>                        | <i>41 082</i>      | <i>85</i>        | <i>41 167</i>    | <i>42 987</i>      | <i>76</i>        | <i>43 063</i>    | <i>1 896</i>                 | <i>5</i>    |
| Service sales, rents, usage charges and other operating income | 1 563              | 1 301            | 2 864            | 1 759              | 1 018            | 2 778            | -87                          | -3          |
| Interest income and withdrawal of profit                       | 2 173              | 762              | 2 935            | 1 479              | 797              | 2 275            | -660                         | -22         |
| Purchase expenditure on goods and services                     | -5 321             | -252             | -5 573           | -5 845             | -98              | -5 943           | -370                         | 7           |
| Staff costs  | -3 946             | -6               | -3 952           | -3 904             | -6               | -3 910           | 42                           | -1          |
| Other expenses   | -76                | 0                | -76              | -81                | 0                | -81              | -5                           | 6           |
| Pensions paid  | -4 470             | 0                | -4 470           | -4 501             | 0                | -4 501           | -31                          | 1           |
| Debt interest payments   | -1 808             | -272             | -2 081           | -1 467             | -245             | -1 712           | 369                          | -18         |
| <b>OWN OPERATIONS CASH FLOW</b>                                | <b>29 198</b>      | <b>1 617</b>     | <b>30 815</b>    | <b>30 427</b>      | <b>1 543</b>     | <b>31 970</b>    | <b>1 155</b>                 | <b>4</b>    |
| <b>TRANSFER FINANCES</b>                                       |                    |                  |                  |                    |                  |                  |                              |             |
| Transfer finance revenue                                       | 1 366              | 43               | 1 408            | 1 493              | 71               | 1 564            | 156                          | 11          |
| Transfers to local government                                  | -11 493            | -22              | -11 515          | -11 099            | -38              | -11 137          | 379                          | -3          |
| Transfers to industry  | -3 367             | -586             | -3 952           | -4 180             | -53              | -4 232           | -280                         | 7           |
| Transfers to households  | -12 789            | -7               | -12 797          | -13 011            | -8               | -13 019          | -222                         | 2           |
| Other transfers in Finland <sup>*)</sup>                       | -5 014             | -230             | -5 244           | -4 929             | -712             | -5 641           | -397                         | 8           |
| Transfers abroad   | -2 652             | 0                | -2 652           | -2 381             | -112             | -2 493           | 159                          | -6          |
| <b>TRANSFER FINANCES CASH FLOW</b>                             | <b>-33 949</b>     | <b>-803</b>      | <b>-34 752</b>   | <b>-34 107</b>     | <b>-851</b>      | <b>-34 958</b>   | <b>-206</b>                  | <b>1</b>    |
| <b>INVESTMENTS</b>   |                    |                  |                  |                    |                  |                  |                              |             |
| Investments in fixed assets                                    | -1 068             | 23               | -1 045           | -1 215             | -66              | -1 281           | -236                         | 23          |
| Gains on the sale of fixed assets                              | 9                  | 0                | 9                | 89                 | 0                | 89               | 79                           | 839         |
| Investments in securities                                      | -304               | -549             | -853             | -460               | 2                | -458             | 395                          | -46         |
| Capital gains on investments                                   | 1                  | 438              | 439              | 387                | 240              | 627              | 188                          | 43          |
| Loans granted  | -948               | -1 840           | -2 788           | -64                | -1 864           | -1 928           | 860                          | -31         |
| Repayments of loans granted                                    | 616                | 2 296            | 2 912            | 589                | 2 517            | 3 107            | 194                          | 7           |
| <b>INVESTMENTS CASH FLOW</b>                                   | <b>-1 693</b>      | <b>369</b>       | <b>-1 324</b>    | <b>-673</b>        | <b>829</b>       | <b>156</b>       | <b>1 480</b>                 | <b>-112</b> |
| <b>FINANCING</b>   |                    |                  |                  |                    |                  |                  |                              |             |
| Net change in central government debt                          | 4 678              | 0                | 4 678            | 2 539              | 5                | 2 544            | -2 134                       | -46         |
| Net change in other debt <sup>*)</sup>                         | 1 579              | -7               | 1 572            | -578               | 41               | -537             | -2 109                       | -134        |
| <b>FINANCING CASH FLOW</b>                                     | <b>6 257</b>       | <b>-7</b>        | <b>6 250</b>     | <b>1 962</b>       | <b>46</b>        | <b>2 008</b>     | <b>-4 242</b>                | <b>-68</b>  |
| <b>CHANGE IN LIQUID ASSETS</b>                                 | <b>-187</b>        | <b>1 176</b>     | <b>989</b>       | <b>-2 392</b>      | <b>1 567</b>     | <b>-824</b>      | <b>-1 813</b>                | <b>-</b>    |

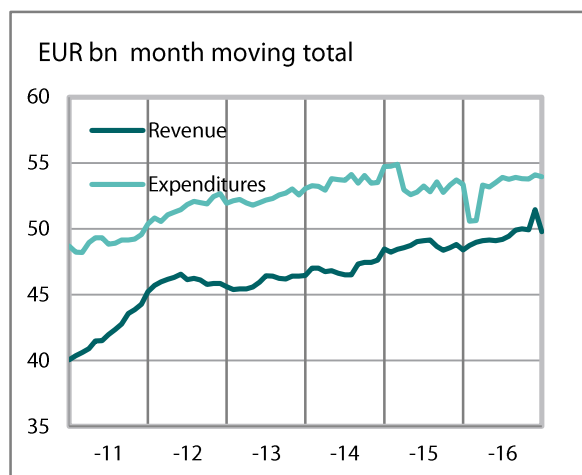
<sup>\*)</sup> Ministry of Education and Culture has changed its accounting practice on 1st of March 2015.

## 7. Balance of central government finances

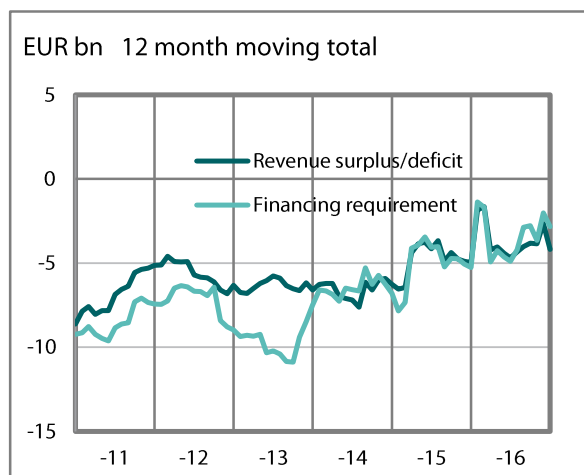
|   | 1.1. - 31.12.2015 |           |               | 1.1. - 31.12.2016 |           |               | Change       |          |
|---|-------------------|-----------|---------------|-------------------|-----------|---------------|--------------|----------|
|   | budget-           | fund-     | state         | budget-           | fund-     | state         | state        | economy  |
|   |                   |           |               |                   |           |               | EUR million  | %        |
|   | EUR million       |           |               | EUR million       |           |               | EUR million  |          |
| Income and wealth tax revenue                 | 11 855            | 0         | 11 855        | 12 650            | 0         | 12 650        | 795          | 7        |
| Value added tax revenue                       | 16 629            | 0         | 16 629        | 17 107            | 0         | 17 107        | 478          | 3        |
| Other tax revenue and revenue from public     | 12 598            | 85        | 12 683        | 13 230            | 76        | 13 306        | 624          | 5        |
| <i>Taxes and tax-like revenue total</i>       | <i>41 082</i>     | <i>85</i> | <i>41 167</i> | <i>42 987</i>     | <i>76</i> | <i>43 063</i> | <i>1 896</i> | <i>5</i> |
| Service sales, rents, usage charges and other | 1 563             | 1 301     | 2 864         | 1 759             | 1 018     | 2 778         | -87          | -3       |
| Interest income and withdrawal of profit      | 2 173             | 762       | 2 935         | 1 479             | 797       | 2 275         | -660         | -22      |
| Transfer finance revenue                      | 1 366             | 43        | 1 408         | 1 493             | 71        | 1 564         | 156          | 11       |
| Gains on the sale of fixed assets             | 9                 | 0         | 9             | 89                | 0         | 89            | 79           | 839      |
| REVENUE EXCLUSIVE INVESTMENTS                 | 46 193            | 2 190     | 48 384        | 47 806            | 1 962     | 49 769        | 1 385        | 3        |
| Purchase expenditure on goods and services    | -5 321            | -252      | -5 573        | -5 845            | -98       | -5 943        | -370         | 7        |
| Staff costs                                   | -3 946            | -6        | -3 952        | -3 904            | -6        | -3 910        | 42           | -1       |
| Other expenses                                | -76               | 0         | -76           | -81               | 0         | -81           | -5           | 6        |
| Pensions paid                                 | -4 470            | 0         | -4 470        | -4 501            | 0         | -4 501        | -31          | 1        |
| Debt interest payments                        | -1 808            | -272      | -2 081        | -1 467            | -245      | -1 712        | 369          | -18      |
| Transfers to local government                 | -11 493           | -22       | -11 515       | -11 099           | -38       | -11 137       | 379          | -3       |
| Transfers to industry                         | -3 367            | -586      | -3 952        | -4 180            | -53       | -4 232        | -280         | 7        |
| Transfers to households                       | -12 789           | -7        | -12 797       | -13 011           | -8        | -13 019       | -222         | 2        |
| Other transfers in Finland *)                 | -5 014            | -230      | -5 244        | -4 929            | -712      | -5 641        | -397         | 8        |
| Transfers abroad                              | -2 652            | 0         | -2 652        | -2 381            | -112      | -2 493        | 159          | -6       |
| Investments in fixed assets                   | -1 068            | 23        | -1 045        | -1 215            | -66       | -1 281        | -236         | 23       |
| EXPENDITURES EXCLUSIVE INVESTMENTS            | -52 004           | -1 352    | -53 356       | -52 613           | -1 337    | -53 949       | -593         | 1        |
| REVENUE EXCLUSIVE INVESTMENTS                 | 46 193            | 2 190     | 48 384        | 47 806            | 1 962     | 49 769        | 1 385        | 3        |
| EXPENDITURES EXCLUSIVE INVESTMENTS            | -52 004           | -1 352    | -53 356       | -52 613           | -1 337    | -53 949       | -593         | 1        |
| REVENUE SURPLUS (+)/DEFICIT (-)               | -5 810            | 838       | -4 972        | -4 806            | 626       | -4 180        | 792          | -16      |
| Investments in securities                     | -304              | -549      | -853          | -460              | 2         | -458          | 395          | -46      |
| Capital gains on investments                  | 1                 | 438       | 439           | 387               | 240       | 627           | 188          | 43       |
| Loans granted                                 | -948              | -1 840    | -2 788        | -64               | -1 864    | -1 928        | 860          | -31      |
| Repayments of loans granted                   | 616               | 2 296     | 2 912         | 589               | 2 517     | 3 107         | 194          | 7        |
| FINANCING REQUIREMENT (-)                     | -6 444            | 1 183     | -5 261        | -4 353            | 1 521     | -2 832        | 2 429        | -46      |
| Net change in central government debt         | 4 678             | 0         | 4 678         | 2 539             | 5         | 2 544         | -2 134       | -46      |
| Net change in other debt *)                   | 1 579             | -7        | 1 572         | -578              | 41        | -537          | -2 109       | -134     |
| NET CHANGE IN DEBT                            | 6 257             | -7        | 6 250         | 1 962             | 46        | 2 008         | -4 242       | -68      |
| CHANGE IN LIQUID ASSETS                       | -187              | 1 176     | 989           | -2 392            | 1 567     | -824          | -1 813       | -        |

<sup>\*)</sup> Ministry of Education and Culture has changed its accounting practice on 1st of March 2015.

Central government revenue and expenditures



Balance of central government finances



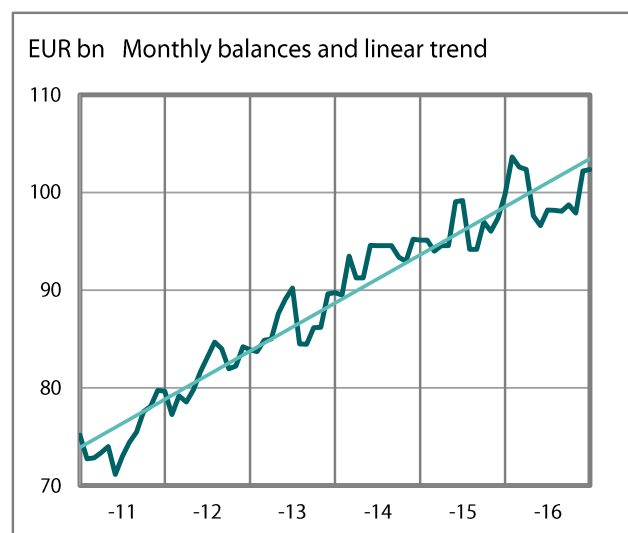
## 8. Central government debt and other financial items

|   | 31.12.2015<br>EUR million | 31.12.2016<br>EUR million | Change       |          |
|---|---------------------------|---------------------------|--------------|----------|
|   |                           |                           | EUR million  | %        |
| <b>CENTRAL GOVERNMENT DEBT</b>                                |                           |                           |              |          |
| Central government debt, in euros                             | 99 807                    | 102 352                   | 2 544        | 3        |
| Central government debt, in foreign currency                  | 0                         | 0                         | 0            | 0        |
| Central government debt in total                              | 99 807                    | 102 352                   | 2 544        | 3        |
| Unrealised foreign exchange differences                       | 0                         | 0                         | 0            | -        |
| <b>CENTRAL GOVERNMENT DEBT, NOMINAL VALUE</b>                 | <b>99 807</b>             | <b>102 352</b>            | <b>2 544</b> | <b>3</b> |
| Other debt  | 7 564                     | 7 028                     | -537         | -7       |
| <b>FINANCIAL ITEMS INCLUDING FOREIGN EXCHANGE DIFFERENCES</b> | <b>107 372</b>            | <b>109 379</b>            | <b>2 008</b> | <b>2</b> |

## 9. Central government finances liquid assets

|                                    | 31.12.2015<br>EUR million | 31.12.2016<br>EUR million | Change      |            |
|------------------------------------|---------------------------|---------------------------|-------------|------------|
|                                    |                           |                           | EUR million | %          |
| <b>LIQUID ASSETS</b>               |                           |                           |             |            |
| Short-term capital expenditures    | 3 513                     | 2 221                     | -1 292      | -37        |
| Bank accounts and cash in the till | 2 086                     | 2 554                     | 468         | 22         |
| <b>LIQUID ASSETS IN TOTAL</b>      | <b>5 598</b>              | <b>4 774</b>              | <b>-824</b> | <b>-15</b> |

Central government debt



Liquid assets

