THE FEDERAL GOVERNMENT OF SOMALIA

In-Year Financial Reports of the Federal Government of Somalia
For the period ended 30th-June-2022

Prepared by the Office of the Accountant General

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I. IN-YEAR REPORTS DISCUSSION AND ANALYSIS

1) Overview of the Quarterly in-year financial reports

Articles 44 of the PFM Act and 83 of the PFM regulation respectively require the Accountant General to prepare Quarterly in-year financial reports, to be published within four weeks following the end of the month.
Accordingly and for the purpose of article 44 (3) of the PFM act, 2019 this quarterly in-year report has been prepared for the period ending June 2022 and provide a record and an analysis of the Government's financial position and performance during the period ending June 2022 of the financial year, 2022 as shown in the Statement of Cash Receipts and Payments, Statement of Comparison of Budget and Actual Amounts, the Statement of Cash Flows, balance sheet, statement of expenditure by Government functions (COFOG), statement of expenditure arrears, statement of public debt, detailed statement for revenue and expenditure and fiscal summary table, and the budget utilization report including outstanding commitments at the end of the period of June 2022 .These in-year financial reports have been prepared by the Accountant General of the Federal Government of Somalia at the federal level following the cash Basis IPSAS and include financial information related to all Federal Government Ministries, Departments and Agencies (MDAs) including the externally financed projects.

The financial reports focus on reporting, primarily budgeted activities of the FGS for which an Annual Budget Statement was prepared for and authorized by the Federal Parliament of Somalia for the 2022 fiscal year. **The transactions for extra-budgetary funds are therefore not included.**

2) Format of the in-year financial reports

The Quarterly in-year financial reports of the Federal Government of Somalia have been prepared on a cash basis with activities and related transactions recognized when cash is received, and payments are made. Consistent with Article 44(3) of the PFM Act, the in-year reports have been prescribed by the Accountant General to include:

a) Statement of Cash Receipts and Payments

According to Cash Basis IPSAS, paragraph 1.3.12 and 2.3.13, the statement of cash receipts and payments is to show total or all cash receipts and payments of the Federal Government of Somalia. This statement reports on the net surplus or deficit (the difference between total receipts and total payments) for the year. The statement provides information on the FGS's sources of revenue and the cost of its activities

Statement of Comparison of Budget and Actual Amounts by Economic Nature

The statement of comparison of budget and actual amounts presents a comparison of the approved budget amounts appropriations) and the actual amounts for the year based on the GFS economic classification. Where the budget has been revised, the revised and final budget is also included. The statements are prepared to provide information on the extent to which resources were appropriated by parliament and used in accordance with the budget approved by the Federal Parliament of Somalia.

b) *Statement of Cash flow*

The statement of cash flow presents the movements of cash during the reporting period resulting from operating, investing and financing activities. This statement provides information on how cash has been raised and used during the period including borrowing and repayment of borrowing, and the acquisition and disposal of non-financial assets.

c) *Statement of Payments by Functions of Government*

This statement is an optional requirement under IPSAS Part 1 but included in the in-year reports to provide further details of the amounts disclosed in the Statement of Cash Receipts and Payments by comparing the budget and government spending during the financial year by government functions. The statement is based on the Division Classification of Government outlays by functions of Government (COFOG) and identifies the purpose of spending by the Government.

d) *Balance Sheet (Statement of financial assets and liabilities)*

The Balance Sheet (Statement of Financial Assets and Liabilities) provides details of the financial assets and liabilities of the Government reporting the net assets (the difference between total financial assets and total liabilities) of the Government. Currently the Balance Sheet provides information on the financial assets and some liabilities.

e) *Statement of Expenditure Arrears*

This statement provides information on the outstanding payments that have built-up over the years for the supply of goods and services including employee costs. Expenditure arrears are recorded on the balance sheet under current liabilities.

f) *Statement of Public Debt*

This statement provides information on the outstanding
external debt of the Federal Government of Somalia at the end of the reporting period and makes a distinction between multilateral and bilateral creditors. Bilateral creditors are further broken down into Paris and Non-Paris club creditors.

g) *Statement of non-current assets*

As part of the PFM reforms aimed at improving the management of the non-current assets, the Government enhanced its SFMIS asset module to meet the precise needs for better management of the Government assets and this was accompanied by the verification and migration of government assets to the SFMIS. Consequently, and in a bid to complement the disclosure notes provided under the Cash Basis IPSAS followed by the FGS in the preparation of its financial statements, a summary statement of the FGS fixed assets has been prepared and included in the financial statements providing an initial step in facilitating the transition from cash basis of accounting to full IPSAS accrual accounting. Progressively, efforts will be made to ensure that all asset categories including the intangible assets are included in the statement of the non-current assets.

h) SFMIS reports and schedules

The following SFMIS reports and schedules are provided as part of the in-year reports to comply with the requirements of Article 44(3) of the PFM Act and Article 83 of the regulations and also provide more information to assist in understanding the information reported in the in-year reports - necessary for increased accountability and decision-making purposes.

- FGS Fiscal summary report
- Detailed revenue performance report
- Detailed expenditure performance report
- Detailed budget utilization report
- COFOG report

3) Summary of Financial Results for the period ending June 2022

Financial Statement Highlights and Analysis

Table 1 – Summary of Financial Performance

Financial Performance	2022 (Second Quarter)		2021 (Second Quarter)		
	For the Month of June 2022	Year to date Actual (April - June)	For the month of June 2021	Year to date Actual (April-June)	31 Dec-2020
	USD$		USD$		USD$
Revenue	36,868,337	276,490,274	30,786,799	190,528,865	496,826,962
Expenditure	44,934,903	265,518,887	38,511,485	216,773,818	485,287,246
Surplus (Deficit)	(8066566)	10971387	(7724687)	(26244953)	11539716
% Change revenue	4%	(58.2%)			48%
Original Budget	929,924,527	929,924,527	666,484,657	666,484,657	476,150,905
Revised Budget (Mid-year Revision)	0	0	**680,511,575**	**680,511,575**	685,270,734
Actual Expenditure	44,934,903	265,518,887	38,511,485	216,773,818	485,287,246
Under Spending	(884,989,624)	(664,405,640)	(642,000,090)	(463,737,757)	(199,983,488)

(Budget Saving)					
Revised budgeted revenue & external assistance	944,859,564	944,859,564	**680,511,575**	**680,511,575**	685,270,734
Actual revenues	36,868,337	276,490,274	30,786,799	183,528,865	496,826,962
Shortfall in budgeted revenue & assistance	(907,991,227)	(668,369,290)	(649,724,776)	(496,982,710)	(188,443,772)

4) Revenue

Revenue Analysis

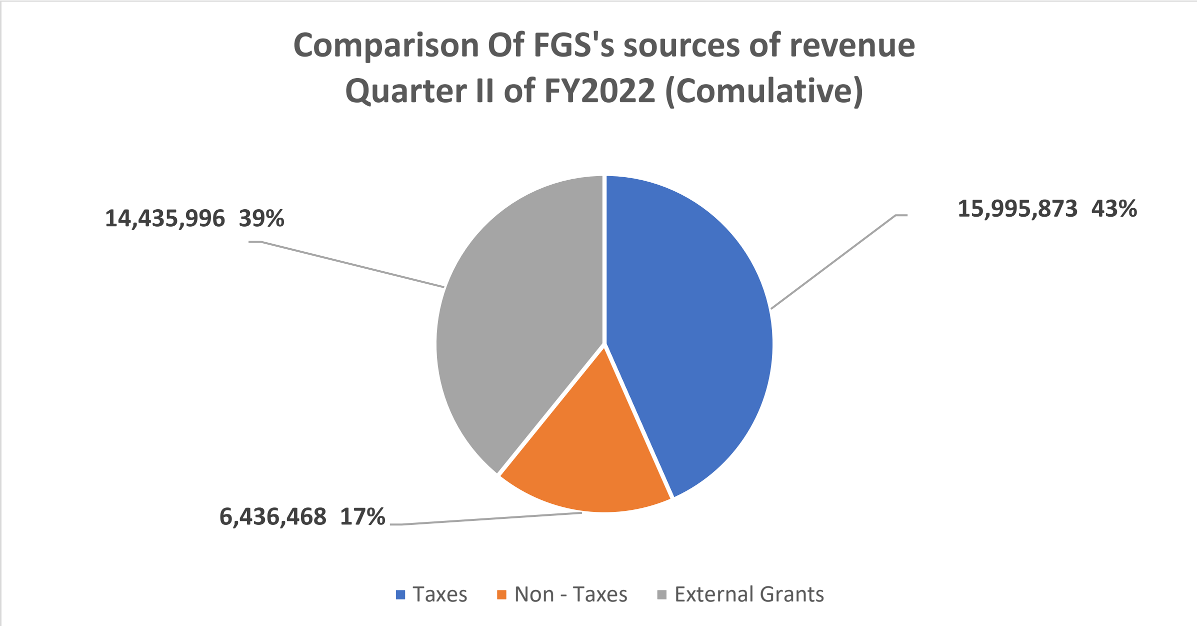
The Federal Government of Somalia's total revenue for the second quarter of the FY2022 (Cumulative figures) increased by USD 54$milion (29%) from USD$184 million in 2021 for the same period. The main sources of the FGS's revenue are internally generated income; (taxes and domestic fees and charges) as well as external assistance from Multilateral and Bilateral organizations. Internal revenue (taxes and fees) of USD $115.7 million was 49% of total revenues of USD $237.3 million for the period of June 2022.

Table 2 – Summary of Receipts

Revenue Analysis	**2022**		**2021**		
Revenue Type	**30-June**	**Year to date Actuals (Jan-June)**	**30th June**	**Year to date Actuals (Jan-June)**	**31 Dec-2020**
Taxes	15,995,873	81,646,979	9,895,607	72,704,334	162,766,994
Non-Taxes	6,436,468	34,139,734	4,558,779	27,453,229	66,794,410
External Grants	7,500,000	29,600,000		83,371,302	146,975,019
International org - grant	6,935,996	91,892,539	24,967,607		
Borrowing			7,000,000	7,000,000	-
Total	**36,868,337**	**276,490,274**	**46,421,993**	**190,528,865**	**472,901,997**

The following chart further highlights, the breakdown of the collected revenue for the second quarter in 2022 fiscal year which shows that external grants were 51% of the total receipts, and tax receipts that is 34.4% while the non-tax receipt is 14.4%of the total receipts for the quarter.

Chart 1 – Comparison of FGSs' Sources of Revenue

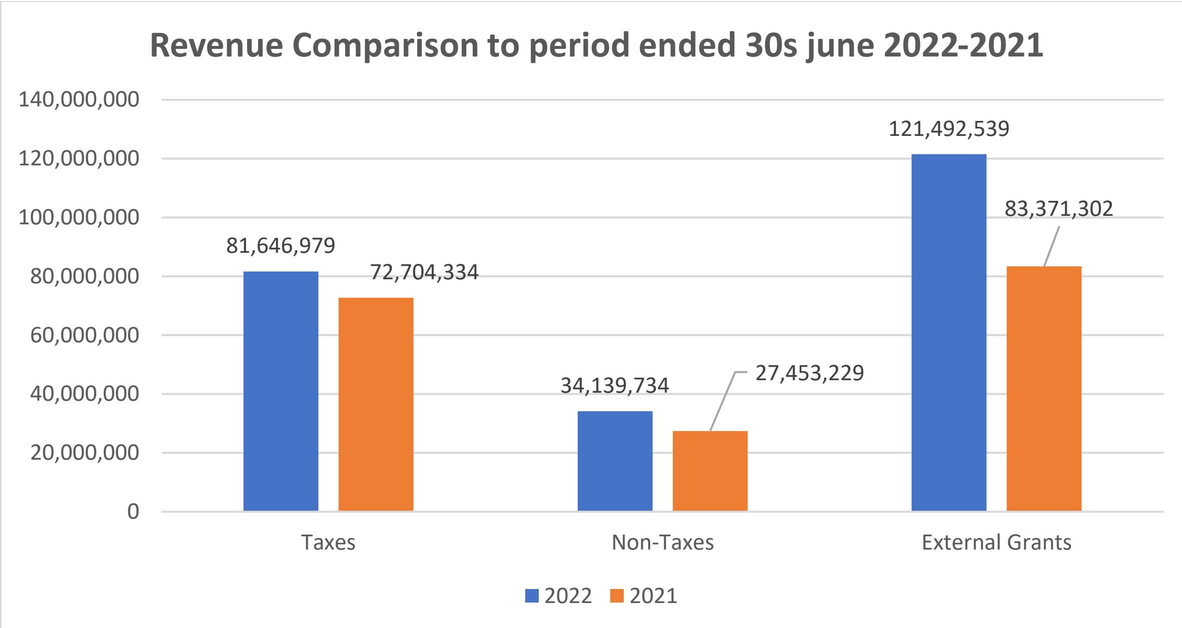


Non-Tax Receipts

The period of June 2022 saw non-tax receipts increased by USD $6.7million when compared to the previous same period of June 2021. As detailed in Table 2, the current period's non-tax revenue (domestic receipts) stands at USD $34million higher than USD $27.5million in the same period of the last Fiscal year 2021.

Tax Receipts

The June 2022 period saw revenue from taxes has increase from USD $ 72.7 million last period to USD $ 81.6million.Further illustration and comparisons between the current quarter and previous year is highlighted in Chart 2.



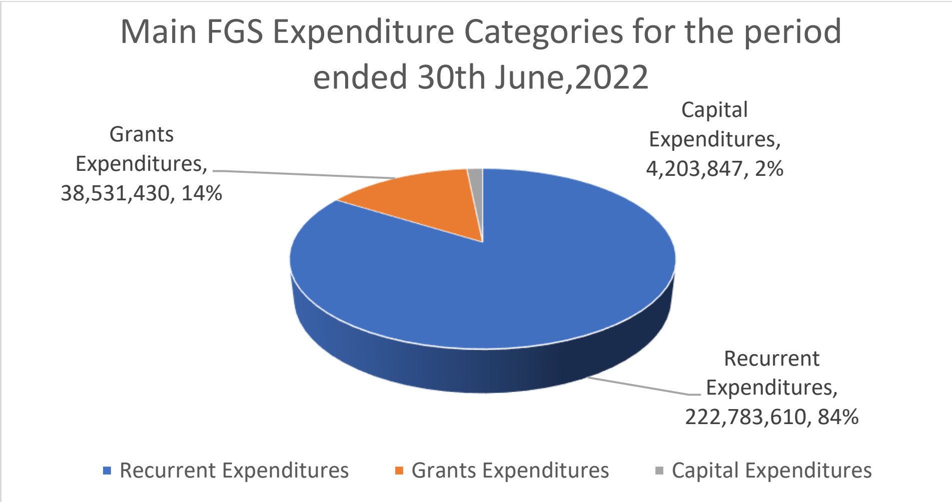
External Assistance

External assistance and grants from foreign governments and from international organizations were significant sources of funds it was accounted for USD $29.6 million (12.5%) and USD $91.9 million (38.7%) respectively of the total revenue at the second quarter of this in year 2022 financial report compared to USD $83.4million (45.4%) in the previous period, in spite had not received the multilateral agencies funds, in aggregate the total external funds that has not yet received amounted to USD$573.3 Million (83%)This significant decrease was mainly due to the consequences of late suspension of donor's budget support due to delays to complete parliamentary elections.

5) Expenditure

Expenditure Analysis

The FGS's payments fall into three distinct categories; recurrent expenditure, capital expenditure, and grants paid to sub-national governments, in particular the Federal Member States. The recurrent expenditure were primarily manpower related expenses, and cost on use of goods and services for Government operations. The recurrent expenses also include interest and other charges. Chart 3 summarizes the major areas of expenditure incurred by FGS during the year.



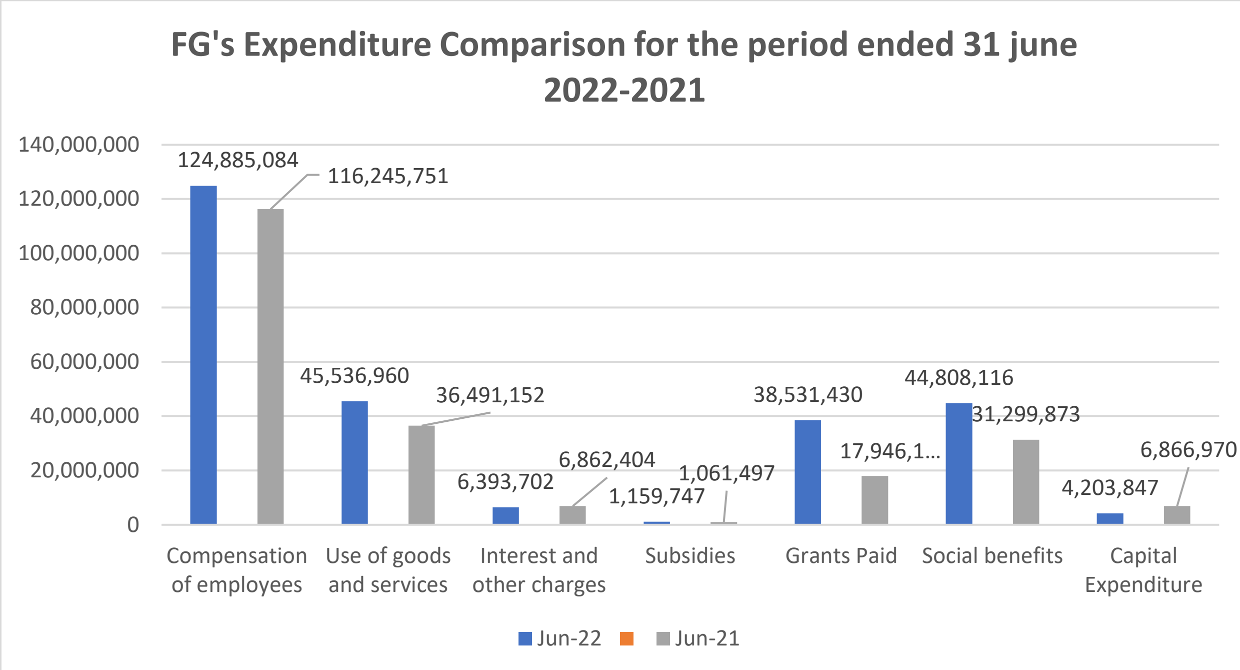
The total payments made during the period amounted to USD $265.5 million in comparison to USD $216.8 million for the previous same period of 2021. Overall, the FGS has increased its expenditure by USD $48.7 million, Compensation of employees, Goods and service, Grants were the major contributors of these expenditure increase.

The largest expenditure category was the employee salary cost which amounted to USD $124.9 million, which was 47% of the total expenditure. The second highest cost were the use of goods and services and social benefits expenditure, which were 17% of total expenditure alike for the period while the least expenditure is subsidies 0.4%. The expenditure was higher than the revenue during the period, leading to a fiscal deficit worth USD $(28.2m). Table 3 below shows expenditure categories for the 2022 In year financial report compared to 2021 financial year.

Table 3 – Summary of Expenditure, 2022 - 2021

	2022		2021		
Expenditure	**30th June**	**Year to date Actuals (Jan - June)**	**30th June**	**Year to date Actuals (Jan-June)**	**31-Dec-2021**
Employee Consumption	23,863,114	124,885,084	19,880,237	116,245,751	250,076,324
Use of Goods and Service	11,281,090	45,536,960	11,012,259	36,491,152	106,059,789
Grants Paid	1,012,441	6,393,702	1,703,049	17,946,171	45,850,523
Capital Expenditure	1,229,307	4,203,847	4,492,848	6,866,970	16,069,178
Interest and other charges	417,009	1,159,747	1,146,824	6,862,404	14,605,118
Subsidy	7,067,496	38,531,430	276,269	1,061,497	1,271,695
Social benefits	64,445	44,808,116		31,299,873	39,864,848
Total	**44,934,902**	**265,518,886**	**38,511,485**	**216,773,818**	**473,797,475**

Chart 4 – Main Expenditure Categories



6) Capital Expenditure Analysis

Capital expenditure (non-financial assets) for the period of June 2022 was USD $4.2 million compared to USD $6.9 million for the same period of the previous year, a decrease of USD $2.7 million. The major areas of expenditure were Non – residential and residential buildings and ICT infrastructure expenses. In accordance with reporting on a cash-basis, capital expenditure is expensed in the year of acquisition.

Table 4 – Summary of Capital Expenditure

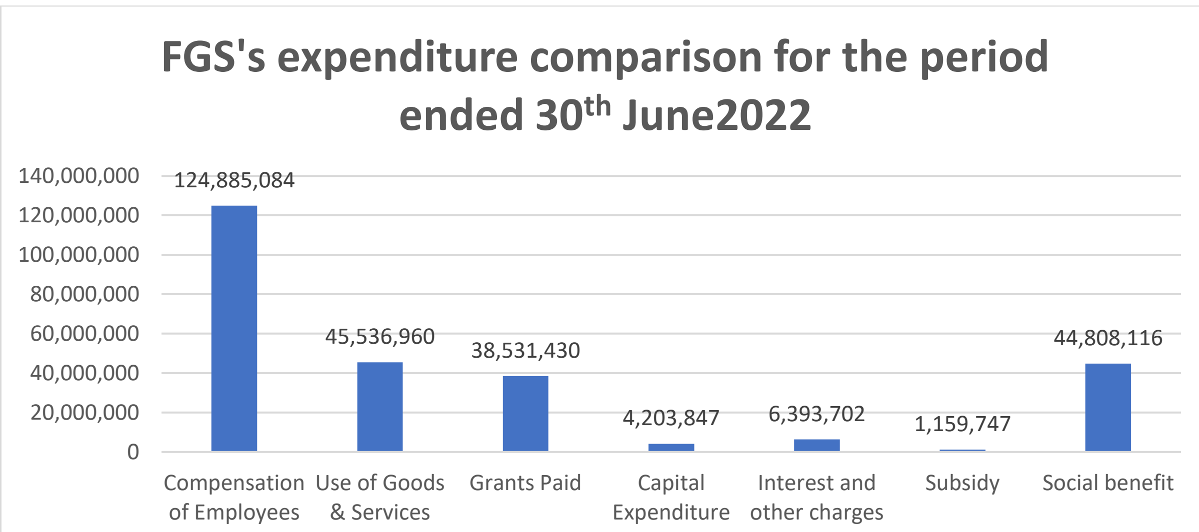
Capital Expenditure	2022 USD$		2021 USD$		
	30Th June USD	Year-to-date Actuals (Jan-June)	30th June USD	Year-to-date Actuals (Jan-June)	30 Dec
Residential buildings	1,000,580.18	211,151.39			1,968,456
Non – residential buildings	228,727.24	1,537,457.44			151,633
Other structure					151,633
ICT infrastructure, hardware, networks, facilities		1,535,261.19	636,041.73	1,092,406.39	2,610,755
Other fixed assets			101,714.61	1,723,014.41	6,087,760
Transport equipment		145,650			41,390
Machinery and other equipment		708,529.2	3,740,671.89	3,761,064.23	4,052,767
Intangible assets				224,210.46	855,340
Software application					122,443

Furniture and fixtures		65798	14420	66274.74	208,635
Roads and bridges					37,908
Total Capital expenditure	**1,229,307.42**	**4,203,847.22**	**4,492,848.23**	**6,866,970.23**	**16,099,179**

7) Budget and Expenditure Analysis

The annual budget of the FGS is the principal document by which the Government sets out its financial plan for the year. The original budget or financial plan approved by the Federal Parliament for the budgeted expenditure for the second quarter of the year was USD $929.9 million. And no supplementary Budget was approved by Parliament during this period.

Chart 4 – Main Expenditure Categories



The table below depicts the allocations and actual payments of each category of the expenditure.

Table 4 – Expenditure, Budget and Actual comparison

Expenditure Category	**2022 Budget June 2022 SD$**	**Actual USD$**	**Variance (Underspend) USD$**
Compensation of Employees	264,869,731	124,885,084	-53%
Use of Goods & Services	225,095,848	45,536,960	-80%
Grants Paid	115,064,752	38,531,430	-67%
Capital Expenditure	39,803,020	4,203,847	-89%
Interest and other charges	2,500,000	6,393,702	156%
Subsidy	7,546,710	1,159,747	-85%
Social benefit	273,428,400	44,808,116	-84%

Other Expenditure (Contingency Fund)	1,616,067		-100%
Total Expenditure	**929,924,527**	**94,322,659**	**-71%**

8) Balance Sheet (Statement of Financial Assets & Liabilities)

As the government reports on a cash basis accounting, the balance sheet does not include all assets and liabilities of the Government in the Balance Sheet, but will initially include financial assets and liabilities and will progressively include all the assets and liabilities over time.

The following is a summary of the Balance Sheet (Statement of Assets and liabilities)

Table 5 – Balance Sheet

Description	**June-2022 USD$**	**2021 USD$**	**% Change**
Cash & Cash Equivalents	(28,239,634)	43,198,462	(53) %
Receivables			
Total Assets	(28,239,634)		
Payables			
Expenditure Arears	52,795,274	52,795,274	0 %
Total Liabilities	52,795,274	52,795,274	
Net Financial Worth	**(81,034,908)**	**9,596,812**	**(313)%**

a) *Net financial worth equals total financial assets minus total liabilities excluding external debt.*
b) *Expenditure arrears are liabilities that have so far been verified as outstanding. So far these relate to payroll arrears.*

A further analysis and discussion of the financial liabilities and accumulated funds included in the balance sheet is as follows;

1 Payables

These comprise of:

	June-2022 USD$	**2021 USD$**
Domestic Payables	52,795,274	
Payroll arrears		52,795,274
Total Domestic Payables	52,795,274	**52,795,274**

II. Expenditure Arrears

Payroll arrears of USD $52,795,274 were confirmed at the end of the period ended 31 March 2022 with no arrears settled during the period. However, verification to determine eligible expenditure arrears relating to goods and services is still ongoing.

Accumulated Funds

The accumulated surplus (deficit) as at the year-end was as follows:

	2022 USD$ 30 June	2021 USD$ 30 June
Opening Balance-As at beginning of year	43,198,460	13,343,935
Surplus/(Deficit) for the period	(28,239,634)	(22,940,748)
Payroll arrears		
Adjustments-Bank Balances		
Balance at the end of the reporting period	**14,958,826**	**9,596,813**

Note: Balance sheet is prepared for financial assets and liabilities and excludes fixed assets which are reported separately as the verification process continues. Accordingly, and because of the matching principle, public debt has been disclosed separately and will be included in the Balance Sheet at the same time with the fixed assets considering that much of public debt was towards capital expenditure in the past.

I. Property, Plant and Equipment (statement of non-current assets)

As part of the PFM reforms aimed at improving the management of the non-current assets, the Government enhanced its SFMIS asset module to meet the precise needs for better management of the Government assets and this was accompanied by the verification and migration of government assets to the SFMIS. Consequently, and in a bid to provide more asset information in the financial reports, a summary statement of the FGS fixed assets has been prepared and included in the in-year reports.

It is expected that completeness of the statement will be reasonably achieved in the FY 2023 to start including the Government Non-current assets in the FGS balance sheet together with the stock of public debt.

Insert pie charts for composition of Government assets based on the statement of assets

1) Public Debt

Public debt also referred to as government debt, represents the total outstanding debt (bonds and other securities) of the Government. The Government public debt includes multilateral, Paris Club and non-Paris Club debt. Multilateral debt is that portion of a country's external debt burden owed to international financial institutions (IFIs) such as the International Monetary Fund (IMF) and the World Bank. The Paris Club (Club de Paris) is a group of official borrowings from major creditor countries whose role is to find co-ordinated and sustainable solutions to the payment difficulties experienced by debtor countries.

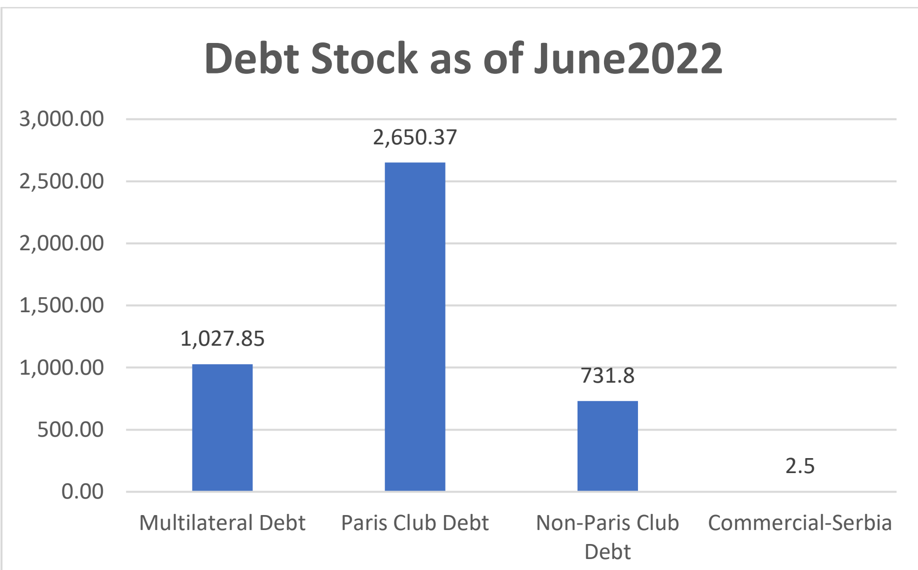
The total stock of debt as at the 30th of June 2022 stood at USD $4.4 billion, of which multilaterals represented 23% (USD $1.027 billion). The largest creditors are the IMF, AFESD and IDA respectively. Debt to bilateral creditors reached USD $2.65 billion with Paris Club creditors representing to 60% of the bilateral debt. The main creditors are USA, Italy, Russia, France and Japan, and. non-Paris club debt amounts to $731.8 million, and the main creditors are Arab creditors, mainly Abu Dhabi Fund, Iraq, and the Saudi and Kuwait Funds

The external debt composition of the Federal Government of Somalia is shown in the table below:

Table 6 – Summary of Public Debt

Public Debt	June-2022 USD$ (million)	June-2021 USD$ (million)	% Change
Multilateral Debt	1,027.85	1,076.90	5%
Paris Club Debt	2,650.37	2,672.68	1%
Non-Paris Club Debt	731.80	727.81	-1%
Commercial-Serbia	2.50	2.5	0%
Total Public Debt	**4,412.52**	**4,479.89**	2%

Chart 5 – Summary of Public Debt



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Fatuma Osman Farah
Accountant General

III. Statement of Cash Receipts and Payments

Federal Government of Somalia
Statement of Cash Receipts and Payments
for the Period ended 30th - June 2022.
Budget Approval on Cash basis
[Classification of Receipt and Payments by Economic Classification]

		Note	Period ended 30 June 2022		Period ended 31 December 2021
			USD$		USD$
RECEIPTS					
	Tax Receipts	1	81,646,979		162,766,910
	Non-Tax Cash Receipts	2	34,139,734		66,794,410
	External Assistance Grants	3	121,492,539		146,975,019
	Other Receipts (Borrows)	4			96,365,574
TOTAL RECEIPTS			**237,279,252**		**472,901,913**
PAYMENTS					
	Compensation of Employees	5	124,885,084		250,076,324
	Use of goods and services	6	45,536,960		106,059,789
	Consumption of Fixed Assets	7	4,203,847		16,069,178
	Grants Paid/Transferred	8	38,531,430		45,850,523
	Interest and Other charges	10	6,393,702		14,605,118
	Subsidy	11	1,159,747		1,271,695
	Social benefit	9	44,808,116		39,864,848
	Loan Repayments	12	0		
TOTAL PAYMENTS			**265,518,886**		**473,797,474**
Increase/(Decrease) in Cash		13	(28,239,634)		(895,562)
Cash at the beginning of the Year			65,243,647.28		66,139,209.28
Increase/(Decrease) in Cash		13	(28,239,634)		(895,562)
Cash at the end of the year			**37,004,013**		**65,243,647.28**

accounting policies and explanatory notes from pages 16 to 18 to these financial statements form an integral part of the financial statements.

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Fatuma Osman Farah
Accountant General

IV. Statement of Comparison of Budget and Actual Amount

Federal Government of Somalia
Statement of Comparison of Budget and Actual Amount
for the Period ended 30th June 2022.

Budget Approved on a cash basis
[Classification of Receipt and Payments by Economic Classification]

Receipt/Expense Item	Notes	2022 Original Budget USD$	Budget Adjustment USD$	Final Budget USD$	Actual Outturn USD$	Variance between Budget and Actual USD$	% Variance
Receipts (Inflows)							
Tax Receipts	1	173,699,181	-	15,995,873	81,646,979	(92,052,202)	-53%
Non-Tax Cash Receipts	2	76,399,293	-	6,436,468	34,139,734	(42,259,559)	-55%
Bilateral Sources-Grants	3	39,600,000	-	7,500,000	29,600,000	(10,000,000)	-25%
Multilateral Sources-Grants	3	655,161,090	-	6,935,996	91,892,539	(563,268,551)	-86%
Other receipt (Borrows)							
Total Cash Receipts		**944,859,564**	**-**	**36,868,337**	**237,279,252**	**(707,580,312)**	**(81%)**
Expenses (Outflows)							
Compensation of Employees	5	264,942,231		23,863,114	124,885,084	(140,057,147)	(53%)
Use of goods and services	6	225,373,348		11,281,090	45,536,960	(179,836,388)	(80%)
Subsidies	11	7,546,710		417,009	1,159,747	(6,386,963)	(85%)
Grants Paid	8	115,064,752		7,067,496	38,531,430	(76,533,322)	(67%)
Interest and	10	2,500,000		1,012,441	6,393,702	3,893,702	156%
Loan repayment							0
Social Security Benefits	9	273,428,400		64,445	44,808,116	(228,620,284)	(84%)
Other Expenses-Contingencies	12	1,616,067			0	(1,616,067)	(100%)
Total Expenses		**890,471,508**		**43,705,595**	**261,315,039**	**(629,156,469)**	(71%)
Capital Expenditure							
Capital Expenditure	7	39,453,020		1,229,307	4,203,847	(35,249,173)	
Total Capital Expenditure		39,453,020		1,229,307	4,203,847	(35,249,173)	**(89%)**
Total Cash Expenditure		**929,924,528**		**44,934,902**	**265,518,886**	(664,405,642)	(71%)
NET CASH FLOWS		**14,935,036**		**(8,066,565)**	**(28,239,635)**	**(43,174,670)**	**(-71%)**

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Fatuma Osman Farah
Accountant General

V. Statement of Cash Flows

Federal Government of Somalia
Statement of Cash Flows
For the Year Ended 30th June - 2022

	Notes	Period ended 31 March 2022	Period ended 31 December 2021
Cash flow from Operating Activities			
Receipts from Operating Activities			
Tax Receipts	1	81,646,979	162,766,994
Non-tax Receipts	2	34,139,734	66,794,410
External Grants	3	121,492,539	146,975,019
TOTAL RECEIPTS		**237,279,252**	**376,536,423**
Payment for operating Activities			
Compensation of Employees	5	124,885,084	250,099,404
Use of goods and services	6	45,536,960	106,059,789
Grants paid	8	38,531,430	45,850,523
Subsidy	11	1,159,747	1,271,695
Social benefit	9	44,808,116	39,864,848
Interest Charges	10	6,393,702	1,440,881
Principle		0	13,164,237
Total Payments from Operating Activities		**261,315,039**	**444,587,139**
Net Cash flow from Operating Activities		**(24,035,787)**	**(68,050,716**
Cash Flow from Investing Activities			
Acquisition of Fixed Assets	7	4,203,847	16,099,178
Net Cash flow from Investing Activities		(4,203,847)	**(16,099,178**
		(28,239,634)	**(84,149,894)**
Cash Flow from Financing Activities			
Proceeds from loans		0	96,365,574
Loan Repayment	12	0	35,156,428
Net Cash flow from Financing Activities		0	61,209,146
Net Increase/Decrease in Cash and Cash Equivalents		(28,239,634)	(22,940,748)
Cash & Cash Equivalent at the Beginning 1, January	13	43,198,460	66,139,210
Cash & Cash Equivalent at the End of 30 June -2022	**13**	**14,958,826**	**43,198,463**

The accounting policies and explanatory notes from pages 16 to 17 to these financial statements form an integral part of the financial statements.

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Fatuma Osman Farah,
Accountant General

VI. Balance Sheet

Federal Government of Somalia

STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

For the period/year ended December, 2021

Description	Notes	30-Jun-2022	31-Dec-21
ASSET			
Current Asset			
Banks	1	3,360,231	2,061,002
Petty Cash	1		-
Impress Accounts	1		-
Receivable	2	4,732,840	11,599,539
NET FINANCIAL ASSETS		**8,093,071**	**13,660,541**
Fixed Assets			
Fixed Assets	3	5,137,213	22,796,222
		5,137,213	**22,796,222**
NET FINANCIAL ASSETS			
Net financial assets (liabilities)		**13,230,284**	**36,456,763**
LIABILITIES			
Current Liabilities			
Payables	4		
Expenditures Arrears	4		
Commitments	5		
NET Current Liabilities			
Non-Current Liabilities			
Public Debt	6		
NET Non-Current Liabilities			
Net LIABILITIES			
REPRESENTED BY:			
NET ASSETS / EQUITY			
Accumulated Fund		(79,662,524)	33,867,913
Surplus / Deficit for the year		(85,878,647)	(79,662,524)
Prior year adjustments	7	-	-
NET ASSETS / EQUITY:		(165,541,171)	(45,794,611)
Net REPRESENTED BY:		**(165,541,171)**	**(45,794,611)**

VII. STATEMENT OF EXPENDITURE ARREARS AS AT 30Th JUNE 2022

	2022 (June)	2021
Opening balances	52,795,274	52,795,274
Paid during the year	-	-
Closing balances	**52,795,274**	**52,795,274**

VII. STATEMENT OF EXTERNAL DEBT AS AT 30th JUNE 2022

Table 1. Somalia Stock of debt comparison at the end of Q2-2021 to Q2-2022

Creditor Category / Creditor Name	2022 - Q1				2022 - Q2				
	Face Value	Interest Arrears	Other Fee Arrears	Total Stock	Face Value	Interest Arrears	Other Fee Arrears	Total Stock	Of which of Arrears
GRAND TOTAL	3,323.01	1,001.81	155.07	4,479.89	3,280.61	982.11	149.80	4,412.52	1,978.19
Commercial	1.51	0.99	-	2.50	1.51	0.99	-	2.50	2.50
Government of Serbia	1.51	0.99	-	2.50	1.51	0.99	-	2.50	2.50
Multilateral	714.98	355.89	6.03	1,076.90	682.39	339.44	6.02	1,027.85	550.96
African Development Fund	22.20	-	-	22.20	21.17	-	-	21.17	-
Arab Fund for Economic and Social Dev.	75.55	114.72	0.05	190.32	70.76	107.73	0.05	178.54	178.54
Arab Monetary Fund	76.17	232.32	-	308.49	73.16	223.14	-	296.30	296.30
Int. Fund for Agricultural Development	24.48	7.54	0.03	32.05	23.51	7.28	0.03	30.82	27.64
International Development Association	118.97	-	-	118.97	110.72	-	-	110.72	-
International Monetary Fund	355.87	-	-	355.87	341.81	-	-	341.81	-
Islamic Development Bank	11.85	1.13	-	12.98	11.38	1.08	-	12.46	12.46
OPEC Fund for Int. Dev.	29.87	0.19	5.94	36.00	29.87	0.21	5.94	36.02	36.02
Non-Paris Club	319.79	309.50	98.52	727.81	329.83	303.45	98.52	731.80	604.22
Abu Dhabi Fund for Developement	94.22	155.51	0.02	249.75	94.22	155.51	0.02	249.75	249.75
Government of Algeria	0.90	0.66	-	1.56	0.90	0.66	-	1.56	1.56
Government of Bulgaria	5.53	5.34	-	10.87	5.53	5.40	-	10.93	10.93
Government Of Iraq	31.22	62.42	98.51	192.15	31.22	62.47	98.51	192.20	192.20
Government of Libya	11.75	23.16	-	34.91	11.75	23.80	-	35.55	35.55
Government of Romania	2.27	0.25	-	2.52	2.27	0.25	-	2.52	2.52
Kuwait Fund for Econ. Dev	115.01	6.83	-	121.84	125.05	-	-	125.05	-
Saudi Fund for Development	58.88	55.32	-	114.20	58.88	55.36	-	114.24	111.71
Paris Club	2,286.73	335.43	50.52	2,672.68	2,266.88	338.23	45.26	2,650.37	820.51
European Economic Community (EEC)	0.35	-	-	0.35	0.32	-	-	0.32	-
Government of Denmark	2.94	-	-	2.94	2.86	-	-	2.86	-
Government of France	151.85	-	-	151.85	142.09	-	-	142.09	-
Government of Italy	623.10	-	-	623.10	618.94	-	-	618.94	-
Government of Japan	52.84	13.72	50.52	117.08	47.34	13.60	45.26	106.20	106.20
Government of Netherlands	2.19	-	-	2.19	2.05	-	-	2.05	-
Government of Norway	0.68	-	-	0.68	0.60	-	-	0.60	-
Government of Russia	389.68	321.71	-	711.39	389.68	324.63	-	714.31	714.31
Government of Spain	40.90	-	-	40.90	40.90	-	-	40.90	-
Government of UK	30.38	-	-	30.38	30.30	-	-	30.30	-
United States of America	991.81	-	-	991.81	991.81	-	-	991.81	-

Filters: Portfolio: AllInstrumentsComments:

Sources: DMU, Ministry of finance

VIII. STATEMENT OF NON-CURRENT ASSETS AS AT 30th June 2022

Federal Government of Somalia

STATEMENT OF NON - CURRENT ASSETS

For the year ended December, 2021

Category/ Sub-Categories	Opening Balance		Additions during the year		Disposals during the year		Losses during the year		Cumulative Balance	
	Units	Values	Units	Values	Units	Values	Units	Values	Units	Values
Fixed Assets										
Buildings & Structure	-	-	5,311	15,606,845,614	-	-	-	-	5,311	15,606,845,614
Land	-	-	221	661,277,000	-	-	-	-	221	661,277,000
TOTAL Fixed Assets	**-**	**-**	**5,532**	**16,268,122,614**	**-**	**-**	**-**	**-**	**5,532**	**16,268,122,614**
Mobile Asset										
Furniture & Fittings	-	-	21,760	5,727,769	-	-	-	-	21,760	5,727,769
ICT Eequipments and Other ICT Assets	-	-	1,658	1,599,710	-	-	-	-	1,658	1,599,710
Other Equipment	-	-	30	9,582	-	-	-	-	30	9,582
TOTAL Mobile Asset	**-**	**-**	**23,448**	**7,337,061**	**-**	**-**	**-**	**-**	**23,448**	**7,337,061**
Transportation										
Vehicles	-	-	685	24,810,519	-	-	-	-	685	24,810,519
TOTAL Transportation	**-**	**-**	**685**	**24,810,519**	**-**	**-**	**-**	**-**	**685**	**24,810,519**
TOTAL	**-**	**-**	**29,665**	**16,300,270,194**	**-**	**-**	**-**	**-**	**29,665**	**16,300,270,194**

IX. DETAILED SFMIS SUPPORTING SCHEDULES TO THE IN-YEAR FINANCIAL REPORTS

THE FEDERAL GOVERNMENT OF SOMALIA
In-Year Financial Reports
For the period ended 30th-June 2022

a. Fiscal summary report (Article 44(3)a of the PFM Act and Article 83 of the PFM regulation

Federal Government of Somalia

Summary of Government Revenue and Expenditure as of June, 2022

Description	Budget / Estimate	For the Month of June, 2022	YTD Actuals	Variance
Total Domestic Revenue	**250,098,474**	**22,432,341**	**115,786,713**	**134,311,762**
Taxes	173,699,181	15,995,873	81,646,979	92,052,202
Other revenue	76,399,293	6,436,468	34,139,734	42,259,559
Total External Grants	**694,761,090**	**14,435,996**	**121,492,539**	**573,268,550**
Current – grants from foreign governments	39,600,000	7,500,000	29,600,000	10,000,000
Current – grants from international organizations	655,161,090	6,935,996	91,892,539	563,268,550
Total Revenue and Grants	**944,859,564**	**36,868,337**	**237,279,252**	**707,580,312**
Total Recurrent Expenditure	**890,471,508**	**43,705,596**	**261,315,040**	**629,156,467**
Compensation of employees	264,942,231	23,863,114	124,885,084	140,057,146
Use of goods and services	225,373,348	11,281,090	45,536,960	179,836,388
Consumption of fixed capital				
Interest and other charges	2,500,000	1,012,441	6,393,702	-3,893,702
Subsidies	7,546,710	417,009	1,159,747	6,386,963
Grants	115,064,752	7,067,496	38,531,430	76,533,322
Social benefits	273,428,400	64,445	44,808,116	228,620,284
Other expenses	1,616,067			1,616,067
Total Capital Expenditure	**39,453,020**	**1,229,307**	**4,203,847**	**35,249,172**
Consumption of fixed capital	39,453,020	1,229,307	4,203,847	35,249,172
Total Expenditure	**929,924,527**	**44,934,903**	**265,518,887**	**664,405,640**
Financing Gap / Surplus (-) or (+)	**14,935,037**	**-8,066,566**	**-28,239,635**	**43,174,672**

b. Detailed revenue performance report Article 44 (3) (a) of the PFM Act

Federal Government of Somalia
Revenue Variance as on June, 2022

Description	Estimates	YTD Actuals	Variance	Performance
Payable by individuals	**6,435,434**	**7,151,986**	**-716,552**	**111%**
Public Sector	2,895,942	3,354,533	-458,591	116%
Private Sector	3,539,492	3,797,453	-257,961	107%
Payable by corporation and other enterprises	**1,125,000**	**836,420**	**288,580**	**74%**
Payable by corporation	1,125,000	836,420	288,580	74%
Recurrent taxes on immovable property	**325,000**	**305,213**	**19,787**	**94%**
Rental income	325,000	305,213	19,787	94%
General taxes on goods and services	**15,383,706**	**12,044,829**	**3,338,877**	**78%**
Hotels	592,571	508,539	84,033	86%
Telecommunications	2,524,670	1,664,009	860,661	66%
Electricity Companies	663,065		663,065	0%
Imported goods	9,250,000	8,353,637	896,363	90%
Airline tickets	565,000	1,518,644	-953,644	269%
TV Cable providers	638,400		638,400	0%
Sales taxes - Other	1,150,000		1,150,000	0%
Canshuurta furdooyinka iyo alaabaha kale ee soo dagga	**55,632,355**	**54,513,429**	**1,118,926**	**98%**
Customs and other Import duties	47,632,355		47,632,355	0%
Custom taxes on petroleum		9,161,389	-9,161,389	
Custom taxes on export goods		436,536	-436,536	
Road vehicles (salon cars)		3,711,130	-3,711,130	
Import tax on sugar		4,051,107	-4,051,107	
Crude vegitable materials		2,160	-2,160	
Import tax on tobacco and matches		546,875	-546,875	
Worn Cloths				
Flour		1,741,506	-1,741,506	
Construction of electronic materials		3,370,647	-3,370,647	
Cereal products, spaghetti etc		9,954	-9,954	
Vegitable oils		2,200,426	-2,200,426	
Soap and cleaning products		1,078,681	-1,078,681	
Apparel, clothing, textile yarn		2,421,258	-2,421,258	
Shoes		598,208	-598,208	
Tea		95,595	-95,595	
Vegetables and fruits		50,961	-50,961	
Plastic materials		138,732	-138,732	
Rubber tyers		96,240	-96,240	
Poultry and edible offal		300,449	-300,449	
Building materials		2,198,096	-2,198,096	

Description	Estimates	YTD Actuals	Variance	Performance
Qalabka Ellektaroonikadda		2,552,261	-2,552,261	
Food items /rice, spaghetti. etc		4,606,070	-4,606,070	
Household materials		1,771,005	-1,771,005	
Cosmetics & perfume		110,493	-110,493	
Others		5,652,598	-5,652,598	
Gold		29,011	-29,011	
Beverages		1,953,285	-1,953,285	
Import tax on Khat	8,000,000	5,628,756	2,371,244	70%
Canshuuraha kale ee ay bixiyaan ganacsiga	**1,499,008**	**1,217,022**	**281,986**	**81%**
Faranka boolada (notary)	1,499,008	1,217,022	281,986	81%
Canshuuraha kale ee ay bixiyaan kuwa aan ahayn ganacsiga	**6,449,089**	**5,578,081**	**871,008**	**86%**
Canshuurta waddooyinka	878,206	606,133	272,073	69%
Faranka boolada kale	3,193,443	2,907,140	286,303	91%
stamp duty on cutoms	2,377,440	2,064,808	312,632	87%
Deeqda joogtadda ee dawladaha aduunka	**19,800,000**	**29,600,000**	**-9,800,000**	**149%**
Deeqda Turky	15,000,000	20,000,000	-5,000,000	133%
Deeqda Isutagga Imaaraadka	4,800,000	9,600,000	-4,800,000	200%
Deeqda joogtadda ee hay'adaha caalamiga	**327,580,545**	**91,892,539**	**235,688,005**	**28%**
Deeqda joogtadda ee hay'adaha caalamiga	**327,580,545**	**91,892,539**	**235,688,005**	**28%**
Current - World Bank - Capacity Injection Project	2,325,303	410,413	1,914,889	18%
Current - United Nations - Peace Building Fund (SFF)				0%
Current - World Bank - Public Financial management	2,076,500	1,460,582	615,918	70%
Current – Wold Bank – Somali Recurrent cost and reform financing project PHIII	5,525,941	5,082,048	443,894	92%
Current- World Bank - Somalia Urban Resilience Project	6,750	13,169	-6,419	195%
Current – World Bank- Somali Urban Investment Planning Project - Additional Financing	11,750		11,750	0%
Current- World Bank - Somalia Urban Resilience Project PH2	13,498,269	598,837	12,899,431	4%
Current - World Bank - SEAP	718,810		718,810	0%
Current - World Bank - SESRP	748,450		748,450	0%
Current - World Bank -Somalia Shock-Responsive Social Safety Net Project	9,239,250	2,116,081	7,123,169	23%
Current- World Bank - (BIYOOLE) PROJECT	7,834,640		7,834,640	0%
Current- World Bank - SCALED-UP PROJECT	78,602,750	29,872,618	48,730,132	38%
Current -World Bank - Somalia Crisis Recovery Project (SCRP)	39,770,100		39,770,100	0%

Description	Estimates	YTD Actuals	Variance	Performance
Current – World Bank - Somali Integrated Statistics and Economic Capacity Building Project	3,970,678	5,067,370	-1,096,692	128%
Current – World Bank - Damal Health Project	11,342,323	6,326,400	5,015,923	56%
Current – World Bank - Somali Education Human Capital Project	1,550,000	11,079,367	-9,529,367	715%
Current – Wold Bank – Somali Horn of Africa Infrastructure Integration Project (SHIIP)	1,666,200	2,422,313	-756,113	145%
Current – Word Bank – Ground Water for Resilience Project (GW4R)	500,000		500,000	0%
Somalia Emergency Locust Response Project (SELRP)	36,009,900	15,559,801	20,450,099	43%
Current – Word Bank– DE-RISKING	334,450		334,450	0%
Current – Word Bank – SOMALIA COVID-19 EMERGENCY VACCINATION PROJECT	11,001,001		11,001,001	0%
Current – Word Bank – SOMALIA EMPOWERING WOMEN THROUGH EDUCATION AND SKILLS PROJECT - "RAJO KAABA"	717,473		717,473	0%
Current - African Development Bank - Economic and Financial Governance	791,005	567,635	223,370	72%
Current - African Development Bank - Road Infrastructure Program	2,027,760	611,490	1,416,270	30%
Current - African Development Bank - SIEMID	1,117,872	765,113	352,759	68%
Current - African Development Bank - Energy Sector Project	562,543	216,739	345,804	39%
Current – Somali Strengthening Accountability and Debt Management Project (SADMS)	640,938		640,938	0%

Current – African Development Bank – Statistics Development Support Project for Somalia	822,868		822,868	0%
Current – African Development Bank – Program To Build Resilience For Food And Nutrition Security	1,133,883		1,133,883	0%
Current – United Nations - Peace Building Fund (SFF)	1,041,706		1,041,706	0%
Current - United Nations - District Rehabilitation Project (S2S)	935,552		935,552	0%
Current - United Nations - Maximum County Allocation (GPE-MCA) Project	1,098,236		1,098,236	0%
Current – United Nations – Global Partnership For Education	753,893	1,413,606	-659,713	188%
Current – United Nations – FAO	342,163		342,163	0%
Current – United Nations – WFP	201,469		201,469	0%
Current – United Nations – UNDP	106,500		106,500	0%
Current – United Nations – UNICEF	2,389,346		2,389,346	0%
Current – United Nations – UNFPA	505,000		505,000	0%
Current – United Nations – UNHCR	507,678		507,678	0%

THE FEDERAL GOVERNMENT OF SOMALIA
In-Year Financial Reports
For the period ended 30th-June 2022

Description	Estimates	YTD Actuals	Variance	Performance
Current – United Nations – UN-Habitat	55,000		55,000	0%
Current – United Nations – UN WOMEN	75,000		75,000	0%
Current – Europian Union - SAGAL Project	172,754		172,754	0%
Current – World Bank – RCRF Budget Support	17,348,843	8,308,957	9,039,886	48%
Performance Based Fund (RCRF II DLI)				
Current- World Bank - DPO Support	50,000,000		50,000,000	0%
Current - European Union - Budget Support	17,500,000		17,500,000	0%
Kiradda hantiga		**160,000**	**-160,000**	
Kirada Dhulka iyo Guryaha		160,000	-160,000	
Khidmada maamulka	**38,199,646**	**33,979,734**	**4,219,913**	**89%**
Khidmada maamulka	2,862,879	2,329,007	533,872	81%
Kharashka fiisaha	1,742,684	3,228,708	-1,486,024	185%
Khidmada baasaboorka	2,764,082	3,733,949	-969,866	135%
Khidmada shatiga - Ganacsiga iyo warshadaha	800,000	501,887	298,113	63%
Ruqsadaha shaqada iyo ajuurada kale	302,485	229,630	72,855	76%
Khidmada dekedda - Albayrak	15,698,345	10,654,452	5,043,893	68%
Khidmada garoonka - Favori	1,296,884	1,327,262	-30,378	102%
Khidmada shatiga kalluumeysiga	500,000	2,000	498,000	0%
Khidmadaha Isgaarsiinta	866,584	235,442	631,142	27%
Khidmada duulimaadka hawada (IATA)	7,867,508	7,024,213	843,295	89%
Customs harbour fees	2,330,647	2,378,085	-47,438	102%
Khidmadda Diiwaangelinta Doorashada	1,167,550	2,335,100	-1,167,550	200%
Grand Total	**472,429,782**	**237,279,252**	**235,150,530**	**50%**

c. Detailed budget utilization report Article 43(3) (b) of the PFM Act

Federal Government of Somalia

Expenditures Report as of June, 2022

Description	Budget / Estimate	For the Month of June, 2022	YTD Actuals	Variance
Compensation of employees	265,021,131	23,863,114	124,885,084	47%
Mushaharka lacageed	157,314,157	13,417,591	75,842,283	48%
Gunnooyinka lacageed	91,895,467	8,928,372	42,150,718	46%
Kharashka kale ee shaqaalaha	15,811,507	1,517,151	6,892,084	44%
Use of goods and services	225,357,448	11,281,090	45,536,960	20%
Kharashyada safarka iyo shirarka	17,644,706	680,312	2,180,868	12%
Hawlaha Guud	8,517,829	405,650	1,738,852	20%
Isgaarsiinta	1,453,460			0%
Shidaalka iyo saliidda	9,265,280	666,718	2,886,402	31%
Agabka iyo alaabaha	12,743,996	500,584	2,154,733	17%
Dayactirka iyo hagaajinta	5,390,026	263,947	1,128,420	21%
Kirooyinka	3,802,166	83,960	662,261	17%
Kharashka waxbarashada iyo tababarka	13,765,979	546,678	1,281,036	9%
Adeegga la -talinta iyo khidmadaha xirfadeed	71,703,669	4,042,059	12,815,994	18%
Kharajka maareynta	6,877,231	490,749	3,275,688	48%
Xayeysiinta iyo diiwaangalinta	479,277			0%
Adeegga caymiska iyo magdhawga	131,800			0%
Qalabka, agabka iyo adeegyadda booliiska	120,000			0%
Qalabka, agabka iyo adeegyadda nabadsugidda	3,342,192	25,000	125,000	4%
Qalabka, agabka iyo adeegyadda milateriga	540,168	45,000	225,000	42%
Kharashka xallinta khilaafaadka				
Kharashyada kale ee Guud ee agabka iyo adeegyada	69,579,669	3,530,433	17,062,707	25%
Consumption of fixed capital	39,390,020	1,229,307	4,203,847	11%
Dhismooyinka iyo qaabdhismeedka	8,264,839	1,000,580	1,748,609	21%
Qalabka iyo makiinadaha	6,705,110		919,977	14%
Hantida kale	24,220,070	228,727	1,535,261	6%
Hubka	200,000			0%
Badeecadaha				
Interest and other charges	2,500,000	1,012,441	6,393,702	256%
Dulsaar la siinayo dadka aan deganayn	2,500,000	1,012,441	6,393,702	256%
Subsidies	7,546,710	417,009	1,159,747	15%
Shirkado maaliyadeed ee gaar loo leeyahay	7,546,710	417,009	1,159,747	15%
Grants	115,064,752	7,067,496	38,531,430	33%
Deeqaha joogtadda la siiyo ururada caalamiga ah	928,048	33,670	506,999	55%

THE FEDERAL GOVERNMENT OF SOMALIA
In-Year Financial Reports
For the period ended 30th-June 2022

Description	Budget / Estimate	For the Month of June, 2022	YTD Actuals	Variance
Deeqaha joogtadda la siiyo qaybta kale ee dawladda guud	95,329,249	6,569,370	35,558,807	37%
Deeqaha raasumaalka ee qaybta kale ee dawladda guud	18,807,456	464,456	2,465,624	13%
Social benefits	273,428,400	64,445	44,808,116	16%
Macaashka badbaadada bulshada ee lacag caddaan ah	163,095,000		29,872,618	18%
Macaashka damaanada bulshada noocyadiisa kala duwan	28,463,400			0%
Gargaarka kaalmada bulshada lacag caddaan ah	70,000,000	64,445	14,935,498	21%
Gargaarka kaalmada bulshada noocyadiisa kala duwan	11,870,000			0%
Other expenses	1,616,067			0%
Wareejimaha kale ee joogtadda aan meelkale lagu sheegin	1,616,067			0%
Assets		494,063	1,153,416	∞
Advances		494,063	1,153,416	
Grand Total	**929,924,527**	**45,428,966**	**266,672,303**	**29%**