



FISCAL SUMMARY SEPTEMBER 2025



Fiscal Overview

For the period January to September 2025, Grenada's cumulative fiscal performance tracked ahead of baseline targeted projections. Both the primary balance and overall fiscal balance outpaced year-to-date targets, reducing the anticipated fiscal deficits.

Revenue and Grant Performance

- Total Revenues and Grants for the month of September 2025 were **\$101.3 million**, representing a **\$3.2 million** increase compared to the monthly target of \$98.1 million.
- Total monthly revenues reached **\$93.9 million**, exceeding the target by \$2.3 million. Under current revenue collections, Customs & Excise performed above expectations, yielding **\$39.9 million**.
- Conversely, Inland Revenue collections totaled **\$33.1 million**, missing the monthly target by **\$6.2 million**. This targeted shortfall reflects the ongoing application of 100% duty and tax waivers implemented mid-year to lower the cost of building materials and consumer goods.



FISCAL SUMMARY

SEPTEMBER 2025 CONT'D



Revenue and Grant Performance (cont'd)

- Compared to September 2024, total monthly current revenue decreased by **\$55.1 million**. This variance is primarily attributable to the structural normalization of IMA revenues, which fell from **\$76.8 million** in September 2024 to **\$17.4 million** in September 2025. Despite this year-over-year decline, the September 2025 IMA receipt exceeded the monthly conservative target by **\$8.2 million**. This baseline transition shifts the primary weight of the fiscal framework back toward domestic economic activity.
- For the cumulative period January to September 2025, total current revenue reached **\$898.4 million**, which is **\$16.6 million** above the year-to-date target. This compares with a cumulative collection of **\$1,272.9 million** for the same period in 2024, a baseline that was elevated by non-recurrent application backlogs and exceptional disaster insurance payouts.
- Grant inflows for September 2025 were **\$7.4 million**, exceeding the target by **\$0.9 million**. This brought total grant receipts to **\$90.5 million**, representing a **\$41.6 million** increase above the **\$48.9 million** target.



FISCAL SUMMARY

SEPTEMBER 2025 CONT'D



Expenditure and Capital Realignment

- Recurrent Expenditure for September 2025 was **\$66.3 million**, which was \$30.9 million below the monthly projection of \$97.2 million. Cumulatively, for the period January to September 2025, total Recurrent Expenditure stood at **\$689.1 million**, keeping the government **\$119.4 million below** the programmed budgetary ceiling of \$808.5 million. Shortfalls against targets were recorded across all core recurrent categories, including goods and services, a -\$5.5 million variance, for the month.
- Capital Expenditure for September 2025 was **\$50.1 million**, tracking **\$4.9 million** above the monthly target of \$45.2 million. For the cumulative period January to September 2025, total capital expenditure reached **\$363.6 million**, exceeding the targeted budget baseline by **\$36.9 million**. This expenditure rate demonstrates the reallocation of recurrent savings to fund public sector investment programs, specifically post-disaster infrastructure reconstruction.

Debt Servicing

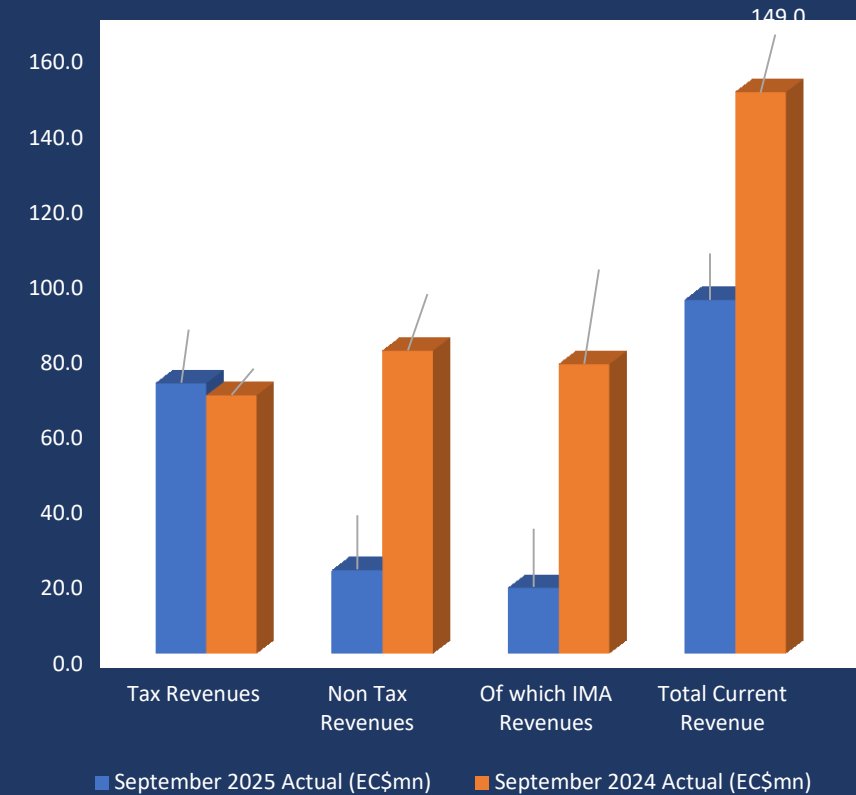
- Contractual public debt obligations were serviced as scheduled during the month. Principal repayments for September 2025 totaled **\$1.4 million** tracking below the targeted allocation of \$15.4 million due to scheduled amortization timelines. Total interest payments for the month stood at **\$4.7 million**, compared to a target of \$7.2 million. Cumulatively, total principal payments reached **\$123.0 million** against a target of \$216.6 million.



REVENUE BY TAX CATEGORIES



| Revenue Category (Details) | September 2025 Actual (EC\$mn) | September 2024 Actual (EC\$mn) | Variance (EC\$mn) |
|-------------------------------------|--------------------------------|--------------------------------|-------------------|
| Taxes on Income and Profit | 15.8 | 15.3 | 0.5 |
| Taxes on Property | 1.2 | 1.9 | (0.7) |
| Taxes on Goods & Services | 14.9 | 13.8 | 1.1 |
| Taxes on International Transactions | 39.9 | 37.6 | 2.3 |
| Total Tax Revenue | 71.8 | 68.6 | 3.2 |
| Non Tax Revenues | 22.1 | 80.4 | (58.3) |
| Of which IMA Revenues | 17.4 | 76.8 | (59.4) |
| Other Exceptional Revenues | 0.5 | - | 0.5 |
| Total Current Revenue | 93.9 | 149.0 | (55.1) |



Ministry of Finance

Exceptional Revenue - Revenue that is not part of the regular collections but has a significant impact for the relevant period.

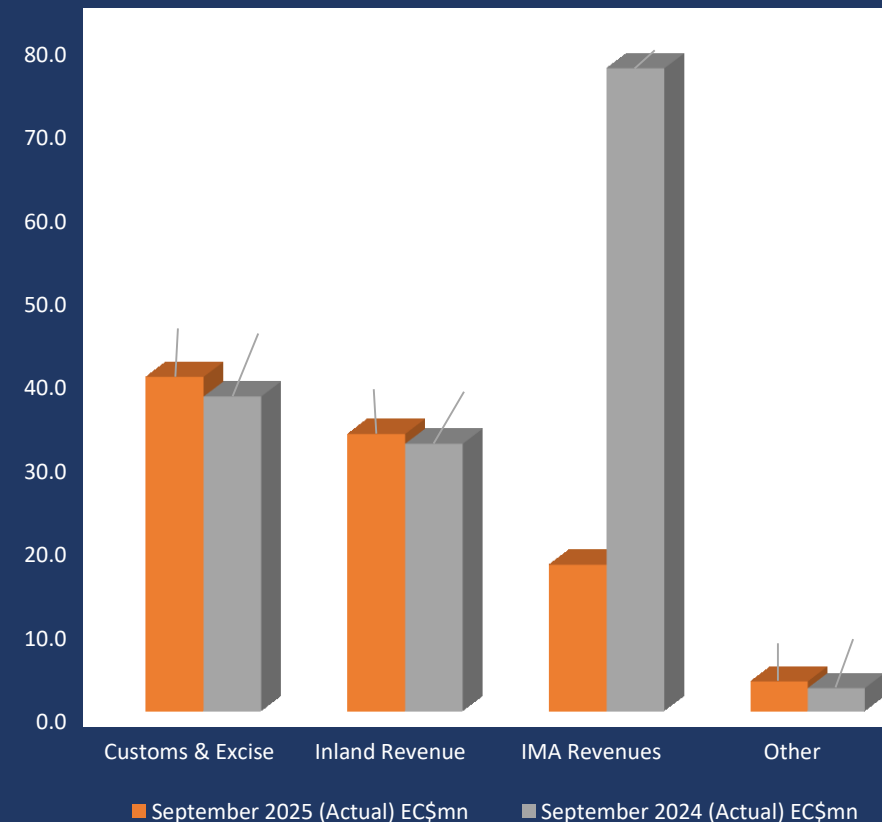




REVENUE COLLECTION BY MAJOR



| | September 2025 (Target) EC\$m | September 2025 (Actual) EC\$m | September 2024 (Actual) EC\$m | Variance (2025 Actual vs. 2025 Target) EC\$m | Variance (2025 Actual vs. 2024 Actual) EC\$m |
|----------------------|-------------------------------|-------------------------------|-------------------------------|--|--|
| Customs & Excise | 37.2 | 39.9 | 37.6 | 2.7 | 2.3 |
| Inland Revenue | 39.3 | 33.1 | 31.9 | (6.2) | 1.2 |
| IMA Revenues | 9.2 | 17.4 | 76.8 | 8.2 | (59.4) |
| Other | 5.9 | 3.5 | 2.7 | -2.4 | 0.8 |
| Total Revenue | 91.6 | 93.9 | 149.0 | 2.3 | (55.1) |





RECURRENT EXPENDITURE BY CATEGORY



| | September 2025 (Target) EC\$m | September 2025 (Actual) EC\$m | September 2024 (Actual) EC\$m | Variance (2025 Actual vs 2025 Target) EC\$m | Variance (2025 Actual vs 2024 Actual) EC\$m |
|---|-------------------------------------|-------------------------------------|-------------------------------------|---|--|
| Employee Compensation (Wages, Salaries, Allowances & Employees Social Contributions) | 33.4 | 28.9 | 25.7 | (4.5) | 3.2 |
| Goods & Services | 20.1 | 14.6 | 12.8 | (5.5) | 1.8 |
| Interest Payments | 7.2 | 4.7 | 4.9 | (2.5) | (0.2) |
| Transfers & Subsidies | 32.3 | 18.1 | 16.9 | (14.2) | 1.2 |
| Of which IMA Subventions | - | - | - | - | - |
| IMA Expenses | 4.2 | - | 6.7 | -4.2 | (6.7) |

Ministry of Finance

Revised Treatment of IMA Expenditures from Fiscal Year 2025: Central Government now provides a subvention to the IMA for citizenship processing costs, replacing direct payments by Central Government.





FISCAL SUMMARY TABLE



| | Jan - September 2025 Target EC\$m | Jan - September 2025 Actual (EC\$m) | Jan - September 2024 Actual (EC\$m) | Variance (2025 Actual vs 2025 Target) EC\$m | Variance (2025 Actual vs 2024 Actual) EC\$m |
|---|--|--|--|--|--|
| Total Revenues & Grants | 930.8 | 988.9 | 1,288.7 | 58.1 | (299.8) |
| Revenues | 881.9 | 898.4 | 1,272.9 | 16.5 | (374.5) |
| Grants | 48.9 | 90.5 | 15.8 | 41.6 | 74.7 |
| Total Expenditure | 1,135.2 | 1,052.7 | 861.8 | (43.6) | 192.6 |
| Recurrent Expenditure | 808.5 | 689.1 | 635.6 | (119.4) | 53.5 |
| o/w: Interest Payments | 39.2 | 30.9 | 36.7 | (8.3) | (5.8) |
| Capital Expenditure | 326.7 | 363.6 | 226.2 | 36.9 | 137.4 |
| Primary Balance | -165.2 | (32.9) | 463.6 | 93.3 | (498.2) |
| Overall Balance | -204.4 | (63.8) | 426.9 | 101.6 | (492.4) |
| <i>Memo Items</i> | | | | | |
| <i>IMA Revenues</i> | 108.2 | 142.0 | 450.1 | 33.8 | (308.1) |
| <i>Contributions to NTF</i> | 51.3 | 73.7 | 281.7 | 22.4 | (208.0) |
| <i>Approved Projects - Government Contributions</i> | 30.6 | 43.7 | 132.3 | 13.1 | (88.6) |
| <i>Other IMA Related Fees</i> | 26.3 | 24.6 | 36.1 | (1.7) | (11.5) |
| Total Principal Payments | 216.6 | 123.0 | 207.7 | (93.6) | -84.7 |