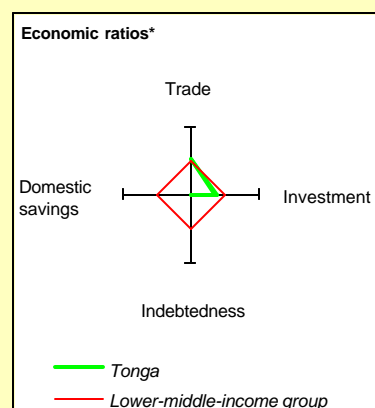
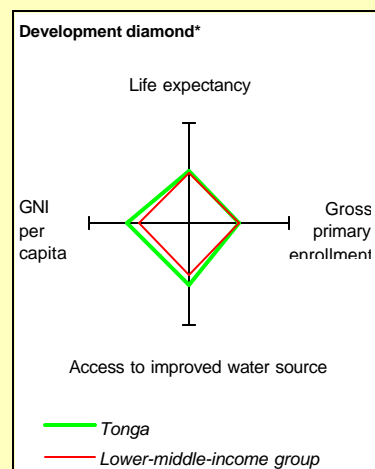


ANNEX H.

Tonga at a Glance

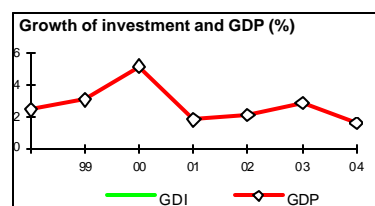
4/27/05

POVERTY and SOCIAL	Tonga	East Asia & Pacific	Lower-middle-income		
2004					
Population, mid-year (millions)	0.10	1,855	2,655		
GNI per capita (Atlas method, US\$)	1,830	1,080	1,480		
GNI (Atlas method, US\$ billions)	0.19	2,011	3,934		
Average annual growth, 1998-04					
Population (%)	0.5	1.0	0.9		
Labor force (%)	..	1.1	1.2		
Most recent estimate (latest year available, 1998-04)					
Poverty (% of population below national poverty line)	..	..	..
Urban population (% of total population)	34	40	50		
Life expectancy at birth (years)	71	69	69		
Infant mortality (per 1,000 live births)	15	32	32		
Child malnutrition (% of children under 5)	..	15	11		
Access to an improved water source (% of population)	100	76	81		
Illiteracy (% of population age 15+)	..	10	10		
Gross primary enrollment (% of school-age population)	112	111	112		
Male	114	112	113		
Female	111	111	111		
KEY ECONOMIC RATIOS and LONG-TERM TRENDS					
	1984	1994	2003	2004	
GDP (US\$ billions)	0.06	0.16	0.17	0.21	
Gross domestic investment/GDP	23.9	21.7	
Exports of goods and services/GDP	26.6	19.9	
Gross domestic savings/GDP	-12.4	-12.1	
Gross national savings/GDP	-9.2	-8.0	
Current account balance/GDP	0.3	-11.5	-3.0	3.8	
Interest payments/GDP	0.5	0.4	0.5	..	
Total debt/GDP	30.0	36.8	49.8	..	
Total debt service/exports	2.2	4.8	8.2	..	
Present value of debt/GDP	
Present value of debt/exports	
	1984-94	1994-04	2003	2004	2004-08
(average annual growth)					
GDP	5.0	2.3	2.9	1.6	2.6
GDP per capita	4.7	1.7	2.5	1.3	..
Exports of goods and services

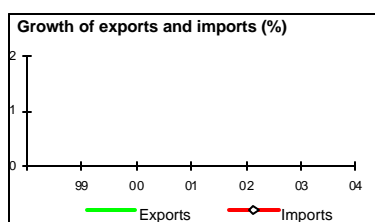


STRUCTURE of the ECONOMY

	1984	1994	2003	2004
(% of GDP)				
Agriculture	37.7	33.1	28.9	28.9
Industry	16.3	15.1	15.2	15.2
Manufacturing	6.0	4.6	4.2	4.2
Services	44.9	51.8	55.9	55.9
Private consumption	96.6	87.7	..	..
General government consumption	15.8	17.7	..	..
Imports of goods and services	63.0	53.6	..	..



	1984-94	1994-04	2003	2004
(average annual growth)				
Agriculture	4.3	0.1	3.6	..
Industry	2.8	4.0	6.4	..
Manufacturing	3.2	4.8	-5.0	..
Services	5.8	0.7	-32.9	..
Private consumption	4.1	0.7	..	..
General government consumption	7.4	4.0	..	..
Gross domestic investment	..	..	..	..
Imports of goods and services	..	..	..	..

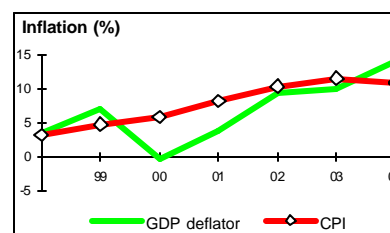


Note: 2004 data are preliminary estimates. Group data are for 2003.

* The diamonds show four key indicators in the country (in bold) compared with its income-group average. If data are missing, the diamond will be incomplete.

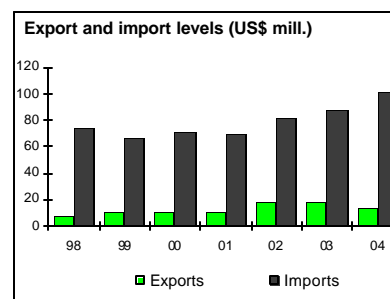
PRICES and GOVERNMENT FINANCE

	1984	1994	2003	2004
Domestic prices				
<i>(% change)</i>				
Consumer prices	0.1	1.0	11.6	11.0
Implicit GDP deflator	6.5	-48.2	9.9	14.2
Government finance				
<i>(% of GDP, includes current grants)</i>				
Current revenue	..	42.6	27.7	25.5
Current budget balance	..	20.8	2.2	0.4
Overall surplus/deficit	..	4.7	-3.2	-0.6



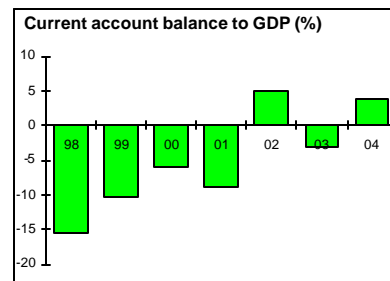
TRADE

	1984	1994	2003	2004
<i>(US\$ millions)</i>				
Total exports (fob)	7	16	18	14
Squash	..	7	5	7
Fish	..	2	6	6
Manufactures	1
Total imports (cif)	..	65	88	101
Food	..	18	..	..
Fuel and energy	..	9	..	..
Capital goods	..	12	..	..
Export price index (1995=100)
Import price index (1995=100)
Terms of trade (1995=100)



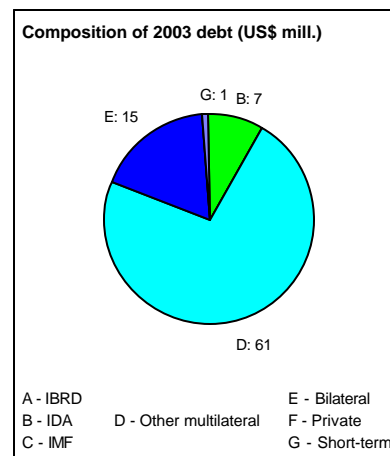
BALANCE of PAYMENTS

	1984	1994	2003	2004
<i>(US\$ millions)</i>				
Exports of goods and services	19	33	44	41
Imports of goods and services	44	88	107	115
Resource balance	-25	-55	-64	-74
Net income	3	3	-2	0
Net current transfers	22	34	60	83
Current account balance	0	-18	-5	8
Financing items (net)	6	-1	6	-9
Changes in net reserves	-6	19	-1	1
Memo:				
Reserves including gold (US\$ millions)	26	36	43	58
Conversion rate (DEC, local/US\$)	1.1	1.3	2.1	2.0



EXTERNAL DEBT and RESOURCE FLOWS

	1984	1994	2003	2004
<i>(US\$ millions)</i>				
Total debt outstanding and disbursed	19	59	84	..
IBRD	0	0	0	..
IDA	0	5	7	..
Total debt service	1	3	4	..
IBRD	0	0	0	..
IDA	0	0	0	..
Composition of net resource flows				
Official grants	..	..	..	..
Official creditors	1	6	7	..
Private creditors	0	0	0	..
Foreign direct investment	..	..	..	..
Portfolio equity	..	..	..	..
World Bank program				
Commitments	..	..	..	..
Disbursements	0	1	3	..
Principal repayments	0	0	0	..
Net flows	0	1	3	..
Interest payments	0	0	0	..
Net transfers	0	1	3	..



Tonga - Selected Indicators*
of Bank Portfolio Performance & Management

As of Date 04/18/05

Indicator	1	1	2	2
Portfolio Assessment				
Number of Projects Under Implementation ^a	0.08	1.08	1.515	2.305
Average Implementation Period (years) ^b	0.0	0.0	0.0	0.0
Percent of Problem Projects by Number ^{a, c}	0.0	0.0	0.0	0.0
Percent of Problem Projects by Amount ^{a, c}	0.0	0.0	0.0	0.0
Percent of Projects at Risk by Number ^{a, d}	0.0	0.0	0.0	0.0
Percent of Projects at Risk by Amount ^{a, d}	0.0	34.6	20.2	13.2
Disbursement Ratio (%) ^e	0.0	0.0	0.0	0.0
Portfolio Management				
CPPR during the year (yes/no)				
Supervision Resources (total US\$)				
Average Supervision (US\$/project)				

Memorandum Item	Since FY 80	Last Five FYs
Proj Eval by OED by Number	4.3	0
Proj Eval by OED by Amt (US\$ millions)	50.0	0.0
% of OED Projects Rated U or HU by Number	52.2	0.0
% of OED Projects Rated U or HU by Amt	0.0	0.0

- a. As shown in the Annual Report on Portfolio Performance (except for current FY).
- b. Average age of projects in the Bank's country portfolio.
- c. Percent of projects rated U or HU on development objectives (DO) and/or implementation progress (IP).
- d. As defined under the Portfolio Improvement Program.
- e. Ratio of disbursements during the year to the undisbursed balance of the Bank's portfolio at the beginning of the year: Investment projects only.
- * All indicators are for projects active in the Portfolio, with the exception of Disbursement Ratio, which includes all active projects as well as projects which exited during the fiscal year.

Tonga – Selected Indicators Table



Base-case (most likely) projection

	<i>Actual</i>			<i>Estimate</i>		<i>Projection</i>		
	2000	2001	2002	2003	2004	2005	2006	2007
Part A: Main Macro Aggregates								
<i>Annual growth rates, calculated from constant 1985 price data</i>								
GDP (mp) per capita	5.0	1.3	1.7	2.5	1.3	..	..	..
Total consumption per capita	2.3	..	..	..	..	..	..	..
GDP at market prices	5.2	1.8	2.1	2.9	1.6	2.8	2.5	..
Total consumption	2.5	..	..	..	..	..	..	..
Private consumption	3.3	..	..	..	..	..	..	..
Gross domestic investment (GDI)	..	..	..	..	..	..	..	..
Gross dom. fixed investment (GDFI)	..	..	..	..	..	..	..	..
Exports (GNFS)	..	..	..	..	..	..	..	..
of which Goods	..	..	..	..	..	..	..	..
Imports (GNFS)	..	..	..	..	..	..	..	..
of which Goods	..	..	..	..	..	..	..	..
<i>Savings-investment balances, as percentage of GDP</i>								
Gross Domestic investment	21.0	20.3	..	..	..	..	..	..
of which Government investment	..	..	..	..	..	..	..	..
Foreign savings	5.9	8.9	-5.0	3.0	-3.8	..	..	..
Gross national savings	15.1	11.3	..	..	..	..	..	..
Government savings	0.3	2.7	4.0	2.2	0.4	..	..	..
Non government savings	14.8	8.6	..	..	..	..	..	..
Gross domestic savings	-10.9	-20.1	..	..	..	..	..	..
<i>Other</i>								
GDP inflation	-0.4	3.9	9.5	9.9	14.2	..	..	..
Annual average exchange rate (LCU/US\$)	1.8	2.1	2.2	2.1	2.0	..	..	..
Index real average exchange rate (YR85 =100)	100.0	91.6	92.7	91.0	98.9	..	..	..
Terms of trade index (YR85 =100)	..	..	..	..	..	..	..	..
Incremental capital-output ratio (GDI based)	..	..	..	..	..	..	..	..
Import elasticity with respect to GDP	..	..	..	..	..	..	..	..
Money growth	18.8	14.9	7.8	14.4	13.2	..	..	..
Part B: Government Finance Indicators								
<i>Percentage of GDP</i>								
Total revenues, of which	..	..	..	..	..	..	..	..
Tax revenues	..	..	..	..	..	..	..	..
Total expenditures, of which	26.8	29.1	31.3	30.9	26.1	..	..	..
Consumption	..	..	..	..	..	..	..	..
Deficit(-)/Surplus(+)	..	..	..	..	..	..	..	..
Financing:	..	..	..	..	..	..	..	..
Foreign	..	..	..	..	..	..	..	..
Monetary sector	0.6	3.4	-3.0	-4.7	-1.5	..	..	..
Other domestic	..	..	..	..	..	..	..	..
<i>Other</i>								
Total Debt/GDPmp	..	..	..	..	..	..	..	..
Total interest payments/Tax revenues	..	..	..	..	..	..	..	..
Part C: Debt & Liquidity Indicators								
<i>Total DOD and TDS</i>								
DOD (US\$ millions)	65.6	63.3	73.6	83.9	..	..	..	..
DOD / GDPmp ratio	42.7	47.1	50.6	49.8	..	..	..	..
TDS (US\$ millions)	..	..	..	..	..	..	..	..
TDS / exports (XGS) ratio	..	..	..	..	..	..	..	..
Total gross reserves (months' imports G&S)	4.3	4.0	4.0	4.6	5.9	..	..	..
Part D: External Financing Plan								
<i>(US\$, millions)</i>								
Official capital grants	..	..	..	..	..	..	..	..
Private investment (net)	..	..	..	..	..	..	..	..
Net Long term borrowing excl IMF	2.4	2.9	7.2	8.1	38.3	..	..	..
Adjustments to scheduled debt service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
All other capital flows	..	..	..	..	..	..	..	..
Financing Requirements (incl IMF)	13.6	11.9	-13.5	6.4	-9.2	..	..	..
of which current account deficit	9.1	12.0	-7.2	5.1	-8.0	..	..	..

Tonga – Social Indicators

	Latest single year			Same region/income group	
	1975-80	1985-90	1997-2003	East Asia & Pacific	Lower-middle-income
POPULATION					
Total population, mid-year (millions)	0.09	0.10	0.10	1,854.6	2,655.5
Growth rate (% annual average for period)	0.9	0.2	0.6	1.0	0.9
Urban population (% of population)	27.0	31.2	33.5	39.1	49.8
Total fertility rate (births per woman)	5.1	4.2	3.4	2.1	2.1
POVERTY					
<i>(% of population)</i>					
National headcount index	..	..	..	..	..
Urban headcount index	..	..	..	..	..
Rural headcount index	..	..	..	..	..
INCOME					
GNI per capita (US\$)	..	1,160	1,490	1,070	1,490
Consumer price index (1995=100)	31	81	161	..	..
Food price index (1995=100)	34	85	178	..	..
INCOME/CONSUMPTION DISTRIBUTION					
Gini index	..	..	..	..	..
Lowest quintile (% of income or consumption)	..	..	..	..	..
Highest quintile (% of income or consumption)	..	..	..	..	..
SOCIAL INDICATORS					
Public expenditure					
Health (% of GDP)	..	..	5.1	1.9	2.7
Education (% of GDP)	..	..	4.9	3.2	3.5
Net primary school enrollment rate					
<i>(% of age group)</i>					
Total	..	92	91	93	93
Male	..	94	93	93	93
Female	..	90	89	94	93
Access to an improved water source					
<i>(% of population)</i>					
Total	..	100	100	78	82
Urban	..	100	100	92	94
Rural	..	100	100	69	71
Immunization rate					
<i>(% of children ages 12-23 months)</i>					
Measles	..	86	99	82	86
DPT	40	94	98	86	88
Child malnutrition (% under 5 years)	..	..	..	15	11
Life expectancy at birth					
<i>(years)</i>					
Total	..	69	71	70	69
Male	..	67	69	68	67
Female	..	71	74	71	72
Mortality					
Infant (per 1,000 live births)	..	23	15	32	31
Under 5 (per 1,000 live births)	..	27	19	41	39
Adult (15-59)	..	..	..	..	..
Male (per 1,000 population)	..	260	226	179	213
Female (per 1,000 population)	..	194	159	122	131
Maternal (modeled, per 100,000 live births)	..	..	..	116	121
Births attended by skilled health staff (%)	..	..	92	87	86

Note: 0 or 0.0 means zero or less than half the unit shown. Net enrollment rate: break in series between 1997 and 1998 due to change from ISCED76 to ISCED97. Immunization: refers to children ages 12-23 months who received vaccinations before one year of age.

Tonga – Key Economic Indicators

Indicator	Actual			Estimate		Projected		
	2000	2001	2002	2003	2004	2005	2006	2007
National accounts (as % of GDP)								
Gross domestic product ^a	100	100	100	100	100	100	100	100
Agriculture	28	27	28	29	29	..	..	..
Industry	16	16	16	15	15	..	..	..
Services	55	57	56	56	56	..	..	..
Total Consumption	111	120	..	..	..	..	..	..
Gross domestic fixed investment	20	19	..	..	..	..	..	..
Government investment	..	..	..	..	..	..	..	..
Private investment	..	..	..	..	..	..	..	..
Exports (GNFS) ^b	15	12	..	..	..	..	..	..
Imports (GNFS)	50	57	..	..	..	..	..	..
Gross domestic savings	-11	-20	..	..	..	..	..	..
Gross national savings ^c	17	11	..	..	..	..	..	..
<i>Memorandum items</i>								
Gross domestic product (US\$ million at current prices)	153	134	145	169	213	..	..	..
GNI per capita (US\$, Atlas method)	1630	1500	1430	1510	1830	..	..	..
Real annual growth rates (% , calculated from 1985 prices)								
Gross domestic product at market prices	5.2	1.8	2.1	2.9	1.6	2.8	2.5	..
Gross Domestic Income	..	..	..	..	..	..	..	..
Real annual per capita growth rates (% , calculated from 1985 prices)								
Gross domestic product at market prices	5.0	1.3	1.7	2.5	1.3	..	..	..
Total consumption	2.3	..	..	..	..	..	..	..
Private consumption	3.1	..	..	..	..	..	..	..
Balance of Payments (US\$ millions)								
Exports (GNFS) ^b	27	22	34	44	41	..	..	..
Merchandise FOB	10	11	18	18	14	..	..	..
Imports (GNFS) ^b	74	75	79	107	115	..	..	..
Merchandise FOB	58	57	61	76	86	..	..	..
Resource balance	-46	-54	-45	-64	-74	..	..	..
Net current transfers	38	42	53	60	83	..	..	..
Current account balance	-9	-12	7	-5	8	..	..	..
Net private foreign direct investment	..	..	..	..	..	..	..	..
Long-term loans (net)	2	3	7	8	38	..	..	..
Official	3	1	3	7	..	..	..	..
Private	-1	2	4	1	..	..	..	..
Other capital (net, incl. errors & omissions)	..	..	..	..	..	..	..	..
Change in reserves ^d	-4	0	6	-1	1	..	..	..
<i>Memorandum items</i>								
Resource balance (% of GDP)	-30.2	-39.9	-31.0	-37.8	-35.0	..	..	..
Real annual growth rates (YR85 prices)								
Merchandise exports (FOB)	..	..	..	..	..	..	..	..
Primary	..	..	..	..	..	..	..	..
Manufactures	..	..	..	..	..	..	..	..
Merchandise imports (CIF)	..	..	..	..	..	..	..	..

(Continued)

Tonga – Key Economic Indicators*(Continued)*

Indicator	Actual			Estimate		Projected		
	2000	2001	2002	2003	2004	2005	2006	2007
Public finance (as % of GDP at market prices)^e								
Current revenues	26.4	27.5	29.8	27.7	25.5	..	..	..
Current expenditures	26.1	24.8	25.8	25.5	25.1	..	..	..
Current account surplus (+) or deficit (-)	0.3	2.7	4.0	2.2	0.4	..	..	..
Capital expenditure	0.7	4.3	5.5	5.4	1.0	..	..	..
Foreign financing	..	..	..	..	..	..	..	..
Monetary indicators								
M2/GDP	45.3	49.1	47.4	47.9	46.7	..	..	..
Growth of M2 (%)	18.8	14.9	7.8	14.4	13.2	..	..	..
Private sector credit growth / total credit growth (%)	..	..	..	..	..	..	..	..
Price indices(YR85 =100)								
Merchandise export price index	..	..	..	..	..	..	..	..
Merchandise import price index	..	..	..	..	..	..	..	..
Merchandise terms of trade index	..	..	..	..	..	..	..	..
Real exchange rate (US\$/LCU) ^f	100.0	91.6	92.7	91.0	98.9	..	..	..
Real interest rates								
Consumer price index (% change)	5.9	8.3	10.4	11.6	11.0	..	..	..
GDP deflator (% change)	-0.4	3.9	9.5	9.9	14.2	..	..	..

a. GDP at factor cost

b. "GNFS" denotes "goods and nonfactor services."

c. Includes net unrequited transfers excluding official capital grants.

d. Includes use of IMF resources.

e. Consolidated central government.

f. "LCU" denotes "local currency units." An increase in US\$/LCU denotes appreciation.

Tonga – Key Exposure Indicators

Indicator	Actual			Estimate		Projected		
	2000	2001	2002	2003	2004	2005	2006	2007
Total debt outstanding and disbursed (TDO) (US\$m) ^a	66	63	74	84	..	..	..	..
Net disbursements (US\$m) ^a	..	..	..	..	..	..	..	..
Total debt service (TDS) (US\$m) ^a	..	..	..	..	..	..	..	..
Debt and debt service indicators (%)								
TDO/XGS ^b	..	..	..	..	..	..	..	..
TDO/GDP	42.7	47.1	50.6	49.8	..	..	..	..
TDS/XGS	..	..	..	..	..	..	..	..
Concessional/TDO	..	..	..	..	..	..	..	..
IBRD exposure indicators (%)								
IBRD DS/public DS	..	..	..	..	..	..	..	..
Preferred creditor DS/public DS (%) ^c	..	..	..	..	..	..	..	..
IBRD DS/XGS	..	..	..	..	..	..	..	..
IBRD TDO (US\$m) ^d	0	0	0	0	..	..	..	..
Of which present value of guarantees (US\$m)								
Share of IBRD portfolio (%)	..	..	..	..	..	..	..	..
IDA TDO (US\$m) ^d	4	4	4	7	..	..	..	..
IFC (US\$m)								
Loans								
Equity and quasi-equity /c								
MIGA								
MIGA guarantees (US\$m)								

a. Includes public and publicly guaranteed debt, private nonguaranteed, use of IMF credits and net short-term capital.

b. "XGS" denotes exports of goods and services, including workers' remittances.

c. Preferred creditors are defined as IBRD, IDA, the regional multilateral development banks, the IMF, and the Bank for International Settlements.

d. Includes present value of guarantees.

e. Includes equity and quasi-equity types of both loan and equity instruments.

Tonga
Operations Portfolio (IBRD/IDA and Grants)
As of 04/18/05

Closed Projects 2

IBRD/IDA*

Total Disbursed (Active)	5.12
of which has been repaid	0.00
Total Disbursed (Closed)	4.34
of which has been repaid	0.40
Total Disbursed (Active + Closed)	9,463,777.30
of which has been repaid	399,688.44
Total Undisbursed (Active)	13.59
Total Undisbursed (Closed)	0.00
Total Undisbursed (Active + Closed)	13,593,474.72

Active Projects

Project ID	Project Name	Last PSR Supervision Rating		Fiscal Year	Original Amount in US\$ Millions				Difference Between Expected and Actual Disbursements ^a	
		Development Objectives	Implementation Progress		IBRD	IDA	GRANT	Cancel.	Undisb.	Orig. Frm Rev'd

Status of Bank Group Operations (B8)

Port Stat	Active
Country	Kingdom of Tonga
Approval FY	
Proj ID (SPN)	

Proj ID (SPN)	Latest DO	Latest IP	Approval F	IBRD	IDA	Grants	Cancel.	Undisb.	Orig.	Frm Rev'd
P075171	TO-CYCLONE ER & MHS	S	2002		5.85			2.98	1.43	
P075230	TO-HEALTH SECTOR S	S	2004		10.94			10.62	-1.40	
Overall Result					16.79			13.59	0.04	