GOVERNMENT OF ARUBA

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EXECUTIVE QUARTERLY REPORT

2026 Q2

Colophon

Title	:	Executive Quarterly Report 2026 Q2 GOA
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		Department of Human Resources
		Department of Public Works
Sources	:	Central administration of GOA – GFS/EnterpriseOne, PSA, SAP
		Quarterly reports (preliminary figures) of the General Government

Disclaimer

This report is a free translation of the “Uitvoeringsrapportage 2e kwartaal 2026 Land Aruba” drafted under the provision of the State Ordinance Aruba Financial Supervision (LAft). The report contains a summary of the main findings, including the most relevant tables and graphs, as published in the Dutch edition. All amounts are in Aruban guilders (AFL) unless stated otherwise. All figures are preliminary results pending final approval and publication of the Government of Aruba’s annual report.

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1. Introduction

In May 2015, The Netherlands and Aruba agreed to a new supervisory mechanism for fiscal policy to realize a General Government fiscal surplus. Supervision duties were assigned to the Aruba Board of Financial Supervision (College Aruba financieel toezicht, abbreviated as CAft), which began operations in August 2015. The duties and authority of CAft is established in the State Ordinance Aruba Financial Supervision (Landsverordening Aruba financieel toezicht, abbreviated as LAft). The area of supervision focuses mainly on:

- providing advice on public financial management matters to the Council of Ministers of The Kingdom of The Netherlands, the Dutch Ministry of Domestic and Kingdom Relations and the Aruban Ministry of Finance;
- independent financial supervision based on agreed budgetary targets as established in article 14.2 of LAft and the protocol between Aruba and The Netherlands of November 22, 2018;
- assistance in establishing and monitoring of the execution of the Central Government's budget;
- alerting the governments if fiscal policy deviates from the established parameters.
- In December 2023, the LAft was updated to incorporate the new fiscal norms and thus extending the operational period of CAft.

The CAft will temporarily oversee and advise the Government of Aruba (GOA) in its effort to achieve a balanced budget in the medium term and secure sustainable finances in the long term. Upon achieving a balanced budget, in cooperation with The Netherlands, a permanent Fiscal Counsel would take over the supervisory function.

The main objective of this quarterly report is to provide the Aruban Council of Ministers and the Parliament of Aruba with information on the execution of the budget. Furthermore, to provide information to other stakeholders in the area of public finance (i.e. CAft, GOA's Central Audit Department and other interested parties). The Government of Aruba includes all ministries, departments and agencies whose activities are part of the budgetary operation of the government's central administration. The operations of state-owned enterprises, including privatized entities, are therefore excluded from the Government of Aruba's budget.

2. Summary

The 2026 budget and the preliminary results of the Central Government for the second quarter of 2026 are provided in table 2.

Preliminary results and findings

The preliminary results at the end of the second quarter of 2026 indicates that the overall balance of the General Government is AFL 411.3 million, i.e. 5.1% of the GDP.

The 2026 GDP is forecasted at AFL 8,078.0 million[1] by the Department of Economic Affairs, Commerce & Industry (DEACI).

Table 1: Key figures

in AFL millions	*Actual 2026*	*Budget 2026*
GOA (Central Government)		
Financing requirements	259.7	121.1
Loan maturities	345.0	648.2
Financial balance	-85.3	-527.1
General Government		
Financial deficit/surplus	411.3	
as % of GDP	**5.1%**	
GDP	8,078.0	

Source table: Department of Finance and General Government.
Source GDP: Department of Economic Affairs, Commerce & Industry.

[1] Economic Outlook, Jun 2026.

The Second quarter of 2026 delivered AFL 1,104.0 million in revenues which is 56.7% of the budget. Direct and indirect taxes are the main contributors in the revenue category with a share in total revenues of 41.8.3% and 41.3% respectively. In comparison to the second quarter of 2025, revenues increased by AFL 91.8 million.

Expenditures for the second quarter of 2026 totaled AFL 848.0 million and comprise 47.0% of the budget. The highest expenditure categories include personnel cost (30.9%), interest expenditure (15.2%), subsidies (14.7%), goods and services (11.7%), and Transfers (16.4%). The preliminary operational result at the end of the second quarter amounts to AFL 256.0 million.

Capital account realization of revenues equaled 42.9% and its realization of expenses totaled 22.0% of the budget, thus providing for a net capital balance surplus of AFL 3.7 million. The result of the operational and capital balance equals a financial balance of AFL 295.7 million for the Central Government for the second quarter. The financial balance is equal to 3.2% of the GDP.

The debt position at the end of the third quarter is AFL 5,082.0 million, of which AFL 5,022.2 million are loans.

Table 2: Preliminary results 2026

in AFL thousands			
Revenues	***Actual 2026***	***Budget 2026***	***% Budget***
Direct taxes	461,609	655,500	70.4%
Indirect taxes	456,172	907,515	50.3%
Administrative fees	11,201	23,962	46.7%
Premiums, penalties & other fees	48,386	50,324	96.1%
Interest revenues	510	255	200.0%
Non-tax revenues	94,057	229,251	41.0%
Internal capital settlements	1,588	4,464	35.6%
Other revenues	30,466	74,112	41.1%
	1,103,989	***1,945,382***	***56.7%***
Expenditures	***Actual 2026***	***Budget 2026***	***% Budget***
Personnel costs	261,801	514,693	50.9%
Goods & services	99,110	232,492	42.6%
Interest and financing costs	128,793	292,451	44.0%
Subsidies	124,487	264,305	47.1%
Transfers	139,000	310,384	44.8%
Contributions & depreciation	94,799	188,496	50.3%
	847,992	***1,802,821***	***47.0%***
Operational balance	***255,997***	***142,561***	***179.6%***
Capital revenues	***Actual 2026***	***Budget 2026***	***% Budget***
Sale of assets	152	-	100.0%
Capital revenues	-	-	-
Domestic credit repayment	2,672	6,134	43.6%
Grants	-	-	-
Remitted depreciation	12,484	24,968	50.0%
	15,308	***31,102***	***49.2%***
Capital expenditures	***Actual 2026***	***Budget 2026***	***% Budget***
Investments	5,617	7,155	78.5%
Capital transfers	2,614	4,415	59.2%
Domestic lending	3,358	41,000	8.2%
	11,589	***52,570***	***22.0%***
Net capital balance	***3,718***	***-21,469***	***-17.3%***
Financial balance	***259,715***	***121,093***	***214.5%***

Source table: Department of Finance.

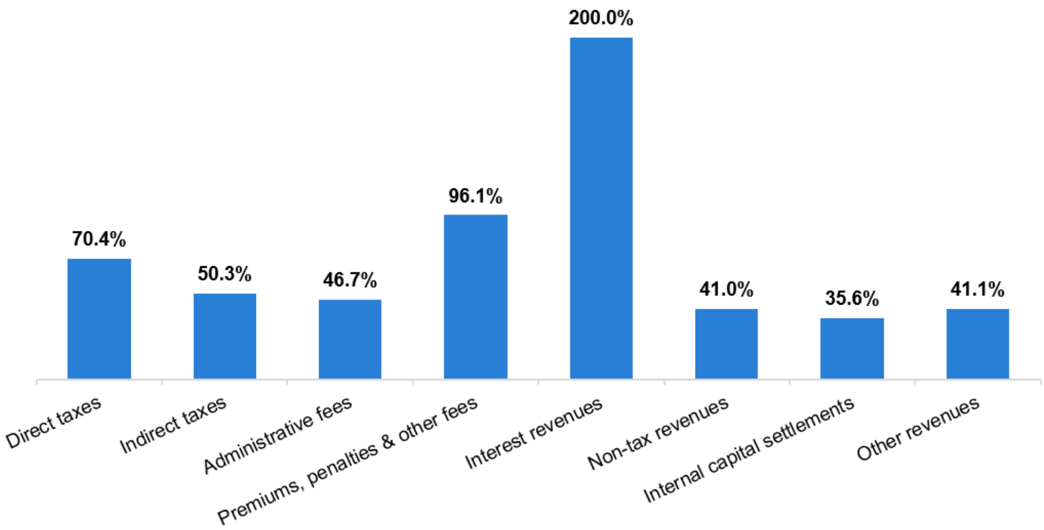
Note: Personnel costs includes employer's contribution.

3. Budget Execution

The 2026 budget was approved by Parliament on December 23, 2025, and the calculations are presented in Table 2.

Revenues

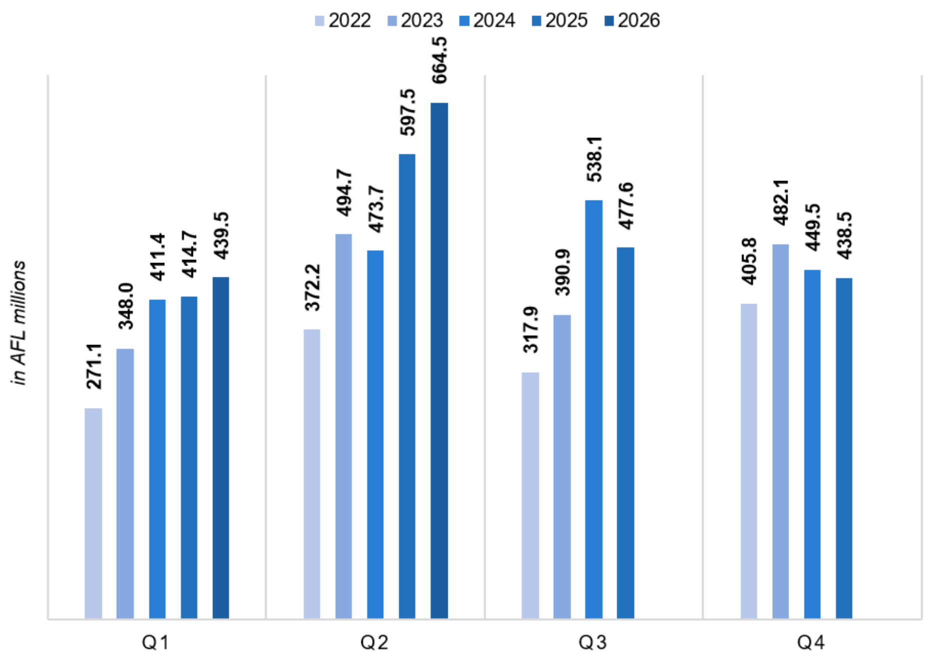
Graph 1: Revenue results as percentage of the 2026 budget



Source graph: Department of Finance.
Note: Graph does not include capital revenues.

In order to assess whether the realization of revenues is in line with the expectations for the quarter, a number of seasonal effects should be taken into account. In fact, it is by no means fitting to assume a mathematical standard of 25% average realization per quarter. Some revenues are heavily influenced by, for example, the timing of issuing invoices or imposing tax assessments.

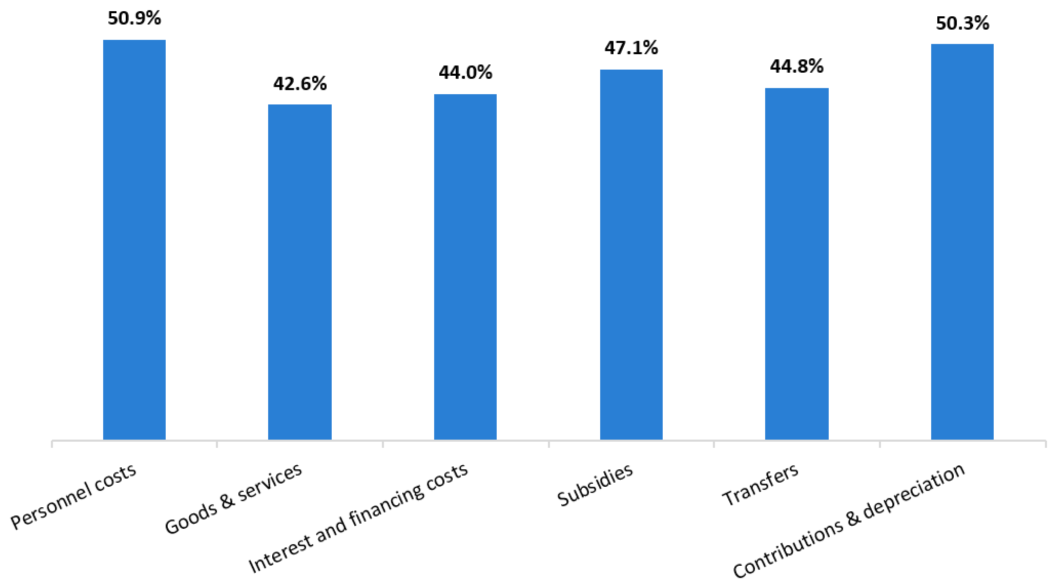
Graph 2: Comparison of revenues per quarter during 2022-2026



Source graph: Department of Finance.
Note: Graph does not include capital revenues.

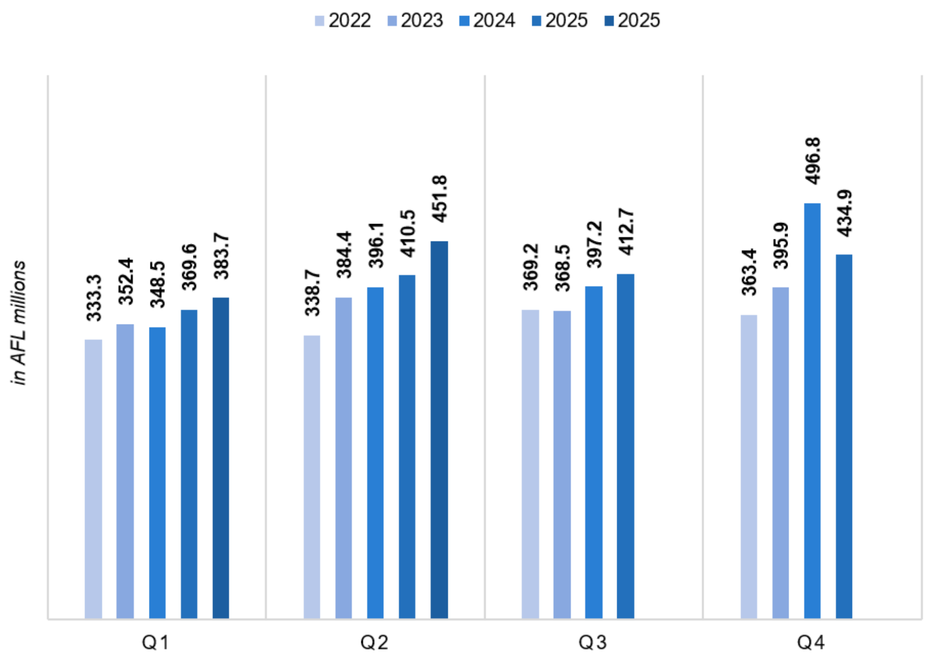
Expenditures

Graph 3: Expenditure results as percentage of the 2026 budget



Source graph: Department of Finance.
Note: Graph does not include capital expenditures.

Graph 4: Comparison of expenditures per quarter during 2022-2026



Source graph: Department of Finance.
Note: Graph does not include capital expenditures nor depreciation costs.

Table 3: Personnel stock in FTE illustrates the stock flow of government personnel. The amount of FTE for the second quarter of 2026 increased by 9 in comparison to the first quarter of 2026. Personnel costs, including overtime allowances, increased by AFL 4.1 million compared to the second quarter of 2025.

Table 3: Personnel stock in FTE

Ministry of	*2025 Q2*	*2025 Q3*	*2025 Q4*	*2026 Q1*	*2026 Q2*
General Affairs, Culture, Environment and Nature				354	352
Finance, Economic Affairs and Primary Sector				589	590
Housing, Infrastructure, Internal Services and Telecommunications				177	174
Justice, Integration, Public Transportation and Energy				1,524	1,524
Kingdom Relations, Education, Youth, Innovation and Sports				289	292
Tourism, Transportation and Employment				158	164
Public Health, Social Affairs, Elderly Care and Addiction Care				279	283
Total	**3,424**	**3,334**	**3,339**	**3,370**	**3,379**
Education personnel	811	800	801	809	816
Coast Guard personnel	59	59	60	59	59

Source table: Department of Human Resources.

4. Debt Management and Funding

Table 4: Projected and actual debt service 2026

in AFL millions	*Principal*	*Interest*	*Total*
Q1 proj.	154.0	47.4	201.4
Q2 proj.	191.0	86.5	277.5
Q3 proj.	211.3	51.9	263.2
Q4 proj.	91.8	103.3	195.1
Total	**648.1**	**289.1**	**937.2**

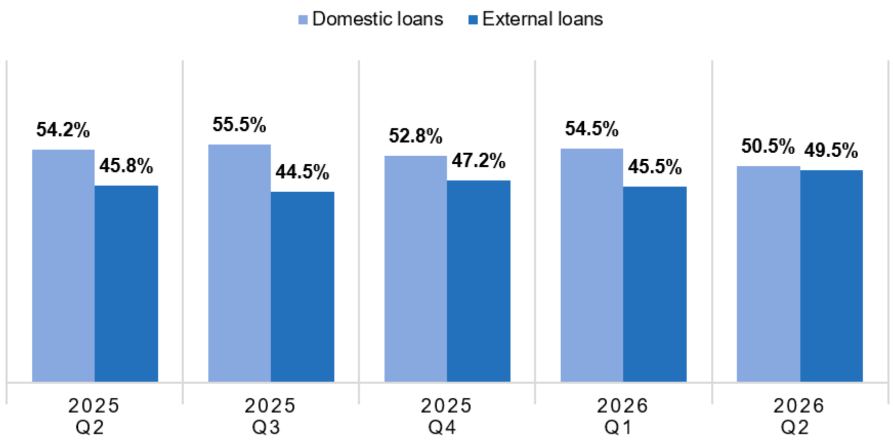
in AFL millions	*Principal*	*Interest*	*Total*
Q1 actual	154.0	47.3	201.3
Q2 actual	191.0	84.8	275.8
Q3 actual			-
Q4 actual			-
Total	**345.0**	**132.1**	**477.1**

Source table: Department of Finance.

Note: Table excludes principal repayment of Treasury bills. Interest paid on Treasury bills is included in table.

The classification of a loan as domestic or external, as indicated in the GOA's budget and in the annual report, reflects the market of issuance. Graph 5: Market allocation of government loans, gives insight in the market placement for the last five quarters. As illustrated in the graph, the loans portfolio consisted of 50.5% domestic loans at the end of the second quarter.

Graph 5: Market allocation of government loans



Source graph: Department of Finance.

The Central Government's long-term debt is presented in Table 5: Public Debt and the short-term debt (i.e. Unmet Financing Requirement, abbreviated as UFR) and deferred liabilities is presented in Table 6: UFR.

The public debt totaled AFL 5,022.2 million which is 62.2% of the GDP and it increased by AFL 97.4 million in the reporting period. The UFR totaled AFL 59.8 million which is 0.7% of the GDP and it decreased by approximately AFL 18.8 million for the second quarter of 2026. The total increase in debt position for the second quarter of 2026 is 78.6 million.

The total debt position at the end of the first quarter is AFL 5,082.0 million, which is 62.9% of GDP.

Table 5: Public Debt

in AFL millions	*2025 Q2*	*2025 Q3*	*2025 Q4*	*2026 Q1*	*2026 Q2*
Domestic loans	**2,807.0**	**2,785.5**	**2,683.9**	**2,682.3**	**2,535.7**
Government bonds	2,426.8	2,406.8	2,306.8	2,306.8	2,161.8
Commercial loans	229.2	229.2	229.2	229.2	229.2
Other loans	151.1	149.5	147.9	146.3	144.7
External loans	**2,375.4**	**2,233.5**	**2,395.3**	**2,242.5**	**2,486.6**
Loans N.I.O.	-	-	-	-	-
The Netherlands	1,392.9	1,367.6	1,321.8	1,247.0	1,247.0
Other loans EUR	3.7	2.6	2.3	1.8	2.0
Loans USD	978.8	863.4	1,071.3	993.6	1,237.5
Total loans	**5,182.4**	**5,019.0**	**5,079.2**	**4,924.8**	**5,022.2**
as % of GDP	**65.9%**	**63.8%**	**64.6%**	**61.0%**	**62.2%**
GDP	7,861.0	7,861.0	7,861.0	8,078.0	8,078.0

Source table: Department of Finance.
Source GDP: Department of Economic Affairs, Commerce & Industry (Jun 2026).

Table 6: UFR

in AFL millions	*2025 Q2*	*2025 Q3*	*2025 Q4*	*2026 Q1*	*2026 Q2*
Creditors	**91.6**	**44.3**	**39.4**	**73.1**	**54.5**
Short-term - Domestic	75.5	42.5	39.0	71.1	51.5
Short-term - External	16.1	1.8	0.4	2.0	2.9
Other	**6.4**	**6.1**	**5.9**	**5.6**	**5.3**
Treasury bills	-	-	-	-	-
Long lease agreement	6.4	6.1	5.9	5.6	5.3
Total creditors	**97.9**	**50.4**	**45.3**	**78.7**	**59.8**
as % of GDP	**1.2%**	**0.6%**	**0.6%**	**1.0%**	**0.7%**

Source table: Department of Finance.
Source GDP: Department of Economic Affairs, Commerce & Industry (Jun 2026).

5. General Government

According to art. 14 of the LAft, the stipulated norms apply to the General Government. It has been agreed upon that the entities forming the General Government will be determined biannually.

Since 2017, the General Government consists of the following entities:

- Government of Aruba (GOA)
- Uitvoeringsorgaan Algemene Ziektekosten Verzekering (AZV)
- Sociale Verzekeringsbank (SVB)
- Aruba Tourism Authority (ATA)
- Servicio di Limpieza di Aruba (Serlimar)
- Stichting Educacion Profesional Basico (SEPB)
- University of Aruba (UA)

On March 21, 2023, the State Secretary of Kingdom Relations approved the Government of Aruba's proposal to maintain the composition of the General Government for the year 2022. For the year 2023 and onwards, the State Secretary would like to make new arrangements for the involvement of the Central Bureau of Statistics of the Netherlands in the process for determining the entities that are included in the General Government. Pending this cooperation, the aforementioned entities will be provisionally included in this report as the General Government.

The second quarter 2026 operational results are presented below in Table 7.

Table 7: Operational results of the General Government

in AFL thousands	*Revenues 2026*	*Expenditures 2026*	*Results 2026*	*Projected results 2026*
GOA	1,103,989	847,992	255,997	142,561
AZV	329,865	285,017	44,847	114,850
SVB	319,834	265,548	54,286	64,385
ATA	97,652	48,390	49,262	41,000
Serlimar	17,541	16,214	1,328	3,118
SEPB	16,862	13,489	3,373	3,373
UA	11,137	9,614	1,523	-1,638
Consolidation differences	-34,152	-31,086	-3,066	-18,000
Total	**1,862,728**	**1,455,177**	**407,550**	**349,650**

Source table: Department of Finance and General Government.

Note: Preliminary figures. Consolidation differences capture a number of flows between GOA and the other entities that are part of the General Government. Please be aware that here is a discrepancy in the “consolidation differences” results between the Dutch (uitvoeringsrapportage) version and the English (Executive Report) version.

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