

I. Treasury Transfers to EDL in January 2017

- In January 2017, treasury transfers to EDL reached LL 95.14 billion, as follows:
- ⇒ Reimbursement of KPC and Sonatrach LL 93.71 billion
 - ⇒ Debt Service LL 1.43 billion

II. Treasury Transfers to EDL in 2017 in comparison with 2016

- Transfers to EDL in January 2017 were LL 41.31 billion higher than the January 2016 level

Transfers in January 2017 were LL 41.31 billion higher than the amount paid in January 2016, which stood at LL 53.83 billion. This was mainly a result of higher payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 1: Treasury Transfers to EDL Jan2016 – Jan2017

(LL billion)	Jan 2016	Jan 2017	Change	% Change
EDL, of which:	53.83	95.14	41.31	76.8%
Debt Service (C-Loans and Eurobonds):	1.48	1.43	0.05-	-3.3%
-Principal Repayments	0.94	0.94	0.00-	0%
-Interest Payments	0.53	0.49	0.04-	-8.2%
Reimbursement for purchase of gas and fuel	52.35	93.71	41.36	79.0%
· KPC & SPC	52.35	93.71	41.36	79.0%

- Payments to the two oil suppliers in January 2017 were LL 41.36 billion higher than their level during January 2016.

The component “Reimbursement of KPC and Sonatrach Agreements” reached LL 93.71 billion in January 2017, rise from LL 52.35 billion in January 2016. This 79 percent increase was mainly driven by higher average prices of crude oil and higher quantity of fuel and gas oil purchases.

➤ **From a quantity-effect viewpoint:**

- % Change in Quantity of Fuel Oil imported: 41.4% ▼
- % Change in Quantity of Gas Oil imported: 75 % ▲

➤ **From a price-effect viewpoint:**

	Jan 2016 Bill	Jan 2017 Bill
Average Price/Barrel	US\$ 30.7	US\$ 54.6
% Change in weighted average price of crude oil		77.78% ▲

III. Contribution of EDL out of the total oil bill

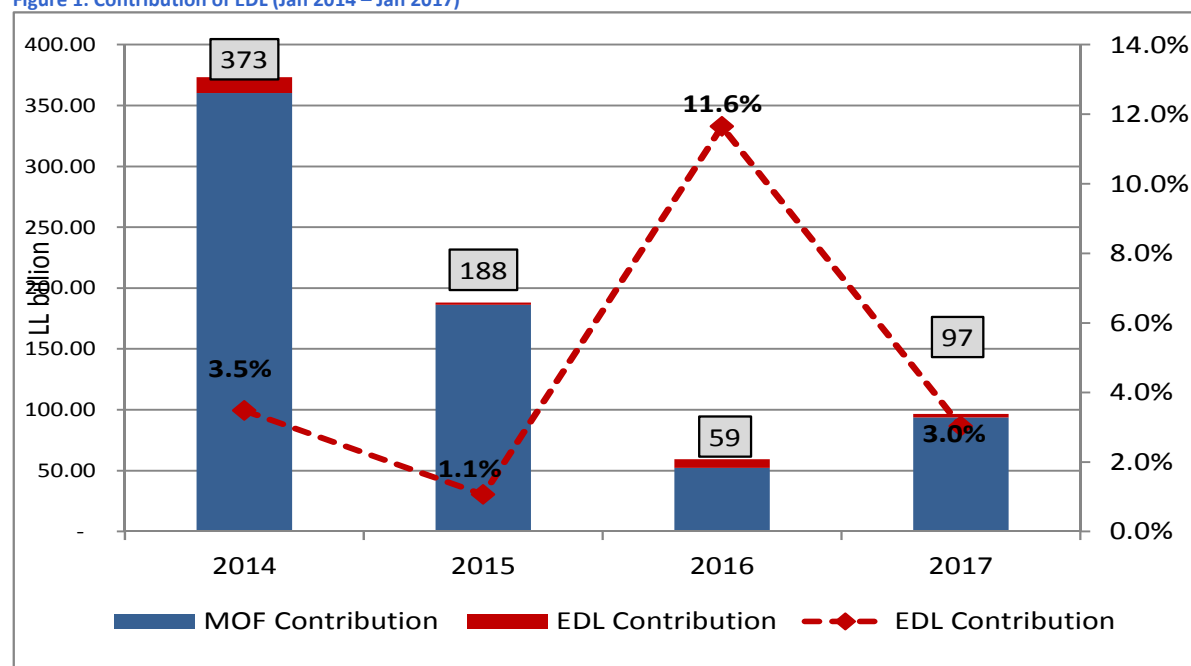
- EDL contributed 3 percent of the total oil bill in January 2017

From a total oil bill of LL 96.64 billion in January 2017, EDL contributed by 3 percent to the cost of gas oil and fuel oil purchase¹. This figure was higher at 11.6 percent during the same

¹ The Treasury transferred around LL 95.14 billion to cover EDL's deficit in Jan 2017. Out of this amount, around LL 93.71 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan

period of 2016, out of a lower bill of LL 59.25 billion. In nominal terms, EDL's contribution was lower in January 2017, amounting to LL 3 billion, compared to LL 7 billion during the same period in 2016.

Figure 1: Contribution of EDL (Jan 2014 – Jan 2017)

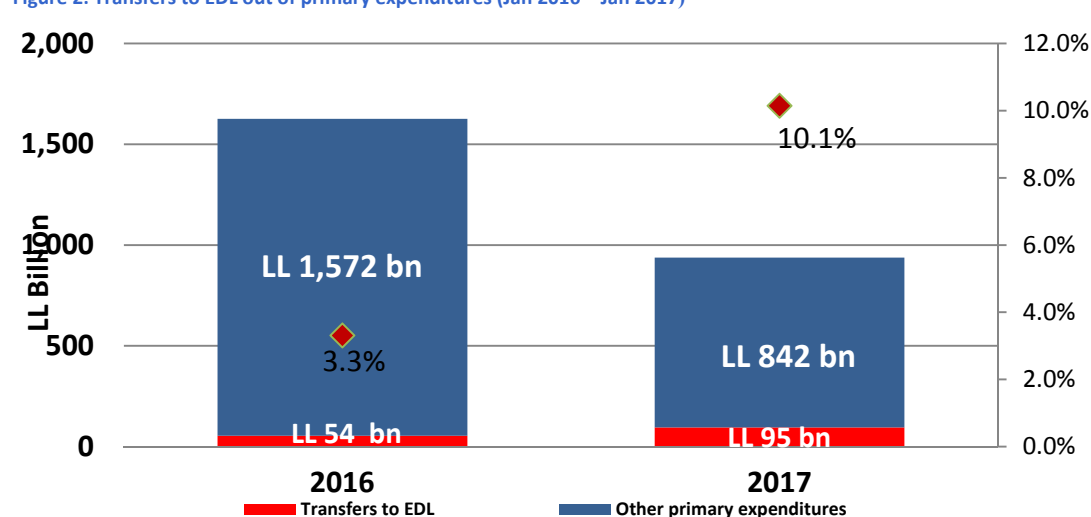


IV. Shares of “Transfers to EDL” out of Expenditures

- *Transfers to EDL constituted 10.1 percent of primary expenditures in January 2017*

With primary expenditures at LL 938 billion, the share of transfers to EDL reached 10.1 percent. This share was lower at 3.3 percent in January 2016.

Figure 2: Transfers to EDL out of primary expenditures (Jan 2016 – Jan 2017)



2017 amounted to LL 96.64 billion, which correspond to LL 93.71 billion of Treasury transfers plus LL 2.93 billion of payments made by EDL.