

I. Treasury Transfers to EDL in August 2014

► In August 2014, treasury transfers to EDL reached LL 351.92 billion, as follows:

⇒ Reimbursement of KPC and Sonatrach	LL 341.06 billion
⇒ Debt Service	LL 10.86 billion

Table 1: Monthly Treasury transfers to EDL in Jan - August 2014

(LL billion)	Jan	Feb	March	April	May	June	July	August	Total
EDL of which:	262.94	107.43	420.84	194.47	81.34	498.02	211.76	351.92	2,128.71
Debt service, of which:	1.67	9.50	0.36	0.91	1.45	0.75	3.32	10.86	28.83
• C-Loans, of which:	1.67	9.50	0.36	0.91	1.45	0.75	3.32	10.86	28.83
- Principal payments	1.02	8.16	0.31	0.87	1.31	0.64	2.80	9.09	24.20
- Interest payments	0.66	1.34	0.05	0.04	0.14	0.11	0.52	1.78	4.64
• BDL Guaranteed Loan payments	-	-	-	-	-	-	-	-	-
Reimbursement for purchase of gas and fuel	261.26	97.93	420.48	193.56	79.89	497.26	208.44	341.06	2,099.88
• KPC & SPC	261.26	97.93	420.48	193.56	79.89	497.26	208.44	341.06	2,099.88
• EGAS	-	-	-	-	-	-	-	-	-

Source: Ministry of Finance

II. Treasury Transfers to EDL in 2014 in comparison with 2013

► Transfers to EDL in Jan-August 2014 were LL 147.05 billion lower than the Jan-Aug 2013 level

Transfers in Jan-Aug 2014 were LL 147.05 billion lower than the amount paid in Jan-Aug 2013, which stood at LL 2,275.76 billion. This was due to lower payments of debt service and lower reimbursement to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Treasury Transfers to EDL

(LL billion)	August 2013	August 2014	Jan-Aug 2013	Jan-Aug 2014	Change	% Change
EDL, of which:	446.69	351.92	2,275.76	2,128.71	147.05-	-6.5%
Debt Service, of which:	9.59	10.86	61.88	28.83	33.05-	-53.4%
• C-Loans, of which:	9.59	10.86	32.16	28.83	3.32-	-10.3%
-Principal Repayments	8.08	9.09	26.47	24.20	2.28-	-8.6%
-Interest Payments	1.51	1.78	5.68	4.64	1.05-	-18.4%
• BDL-Guaranteed Loan Payments	-	-	29.72	-	29.72-	-100.0%
Reimbursement for purchase of gas and fuel	437.09	341.06	2,213.88	2,099.88	114.00-	-5.1%
• KPC & SPC	437.09	341.06	2,213.88	2,099.88	114.00-	-5.1%
• EGAS	-	-	-	-	-	-

Source: Ministry of Finance

► Payments to the two oil suppliers in Jan-Aug 2014 were LL 114 billion lower than their level during Jan-Aug 2013

The component "Reimbursement for purchase of Gas and Fuel" reached LL 2,099.88 billion in Jan-Aug 2014, down from LL 2,213.88 billion in Jan-Aug 2013.

➤ From a quantity-effect viewpoint:

	Period covered in Jan-Aug 2013 Bill	Period covered in Jan-Aug 2014 Bill	% Change in Quantity Imported
Gas Oil	May 2012-March 2013	May 2013-March 2014	11% ▼
Fuel Oil	July 2012-July 2013	August 2013-April 2014	11.5 % ▲

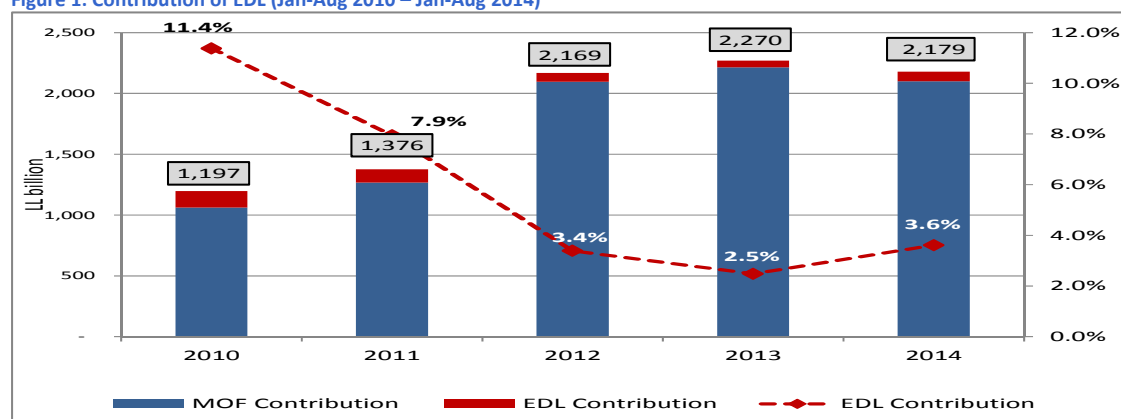
➤ **From a price-effect viewpoint:**

	Jan-Aug 2013 Bill	Jan-Aug 2014 Bill
Consumption Period	May 2012-July 2013	May 2013-April 2014
Average Price/Barrel	US\$ 109.9	US\$ 109.16
% Change in weighted average price of crude oil		0.7% ▼

III. Contribution of EDL out of the total oil bill➤ ***EDL contributed 3.6 percent of the total oil bill in Jan-Aug 2014***

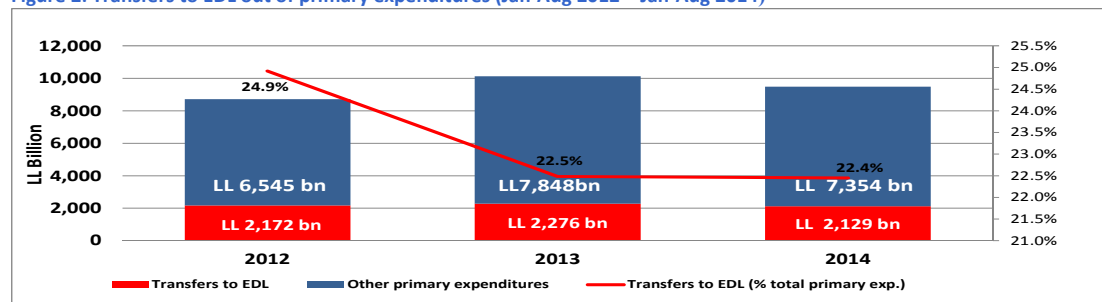
From a total oil bill of LL 2,179 billion in Jan-Aug 2014, EDL contributed by 3.6 percent to the cost of gas oil and fuel oil purchase¹. This figure was lower at 2.5 percent during the same period of 2013, out of a higher bill of LL 2,270 billion. In nominal terms, EDL's contribution in Jan-Aug 2014, amounting LL79 billion, was higher than its contribution during Jan-Aug 2013, amounting LL 56 billion.

Figure 1: Contribution of EDL (Jan-Aug 2010 – Jan-Aug 2014)

**IV. Shares of “Transfers to EDL” out of Expenditures**➤ ***Transfers to EDL stands at 22.4 percent of primary expenditures during Jan-August 2014***

With primary expenditures at LBP 9482.6 billion in Jan-Aug 2014, the share of transfers to EDL reached 22.4 percent, approximately the same share than that paid in Jan-Aug 2013 that stood at 22.5 percent of total primary expenditures.

Figure 2: Transfers to EDL out of primary expenditures (Jan-Aug 2012 – Jan-Aug 2014)



¹ The Treasury transferred LL 2128.71 billion to cover EDL's deficit in Jan-Aug 2014. Out of this amount, LL 2099.88 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-Aug 2014 amounted to LL 2179 billion, which correspond to around LL2100 billion of Treasury transfers plus around LL79 billions of payments made by EDL.