

I. Treasury Transfers to EDL in April 2015

► In April 2015, treasury transfers to EDL reached 106.98 LL billion, as follows:

⇒ Reimbursement of KPC and Sonatrach	106.09 LL billion
⇒ Debt Service	0.89 LL billion

Table 1: Monthly Treasury transfers to EDL in Jan-Apr 2015

(LL billion)	Jan	Feb	Mar	Apr	Total
EDL of which:	187.83	126.43	161.30	106.98	582.54
Debt service, of which:	1.56	8.69	0.28	0.89	11.43
- Principal payments	0.97	7.77	0.24	0.87	9.85
- Interest payments	0.59	0.92	0.04	0.02	1.58
Reimbursement for purchase of gas and fuel	186.28	117.74	161.02	106.09	571.13
• KPC & SPC	186.28	117.74	161.02	106.09	571.13

Source: Ministry of Finance

II. Treasury Transfers to EDL in 2015 in comparison with 2014

► Transfers to EDL in Jan-Apr 2015 were 520.71 LL billion lower than the Jan-Apr 2014 level

Transfers in Jan-Apr 2015 were 520.71 LL billion lower than the amount paid in Jan-Apr 2014, which stood at 1,103.25 LL billion. This was mainly a result of lower payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Treasury Transfers to EDL

(LL billion)	Jan-Apr 2014	Jan-Apr 2015(3)	Change	% Change
EDL, of which:	985.67	582.54	403.13-	-40.9%
Debt Service (C-Loans and Eurobonds):	12.44	11.42	1.02-	-8.2%
-Principal Repayments	10.35	9.85	0.50-	-4.8%
-Interest Payments	2.09	1.57	0.52-	-24.7%
Reimbursement for purchase of gas and fuel	973.23	571.12	402.11-	-41.3%
• KPC & SPC ⁽¹⁾	973.23	571.12	402.11-	-41.3%
• Adjusted 2014 KPC & SPC ⁽²⁾	1,090.81	571.12	519.69-	-47.6%
Total adjusted Transfers to EDL⁽²⁾	1,103.25	582.54	520.71-	-47.2%

Notes:

(1) Figures of 2014 as published previously in PFM and EDL snapshot April 2014

(2) Year 2014 adjusted Transfers to EDL calculated on cash basis for comparison reasons

(3) Year 2015 Transfers to EDL are calculated on cash basis and published in the April 2015 PFM

Source: Ministry of Finance

► Payments to the two oil suppliers in Jan-Apr 2015 were LL 519.69 billion lower than their level during Jan-Apr 2014.

The component “Reimbursement of KPC and Sonatrach Agreements” reached LL 571.12 billion in Jan-Apr 2015, down from LL 1,090.81 billion in Jan-Apr 2014. This 47.6 percent decrease was mainly driven by lower average prices of crude oil and lower quantity of fuel and gas oil purchases.

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

- % Change in Quantity of Fuel Oil imported: 9.52% ▼
- % Change in Quantity of Gas Oil imported: 0.42 % ▲

➤ **From a price-effect viewpoint:**

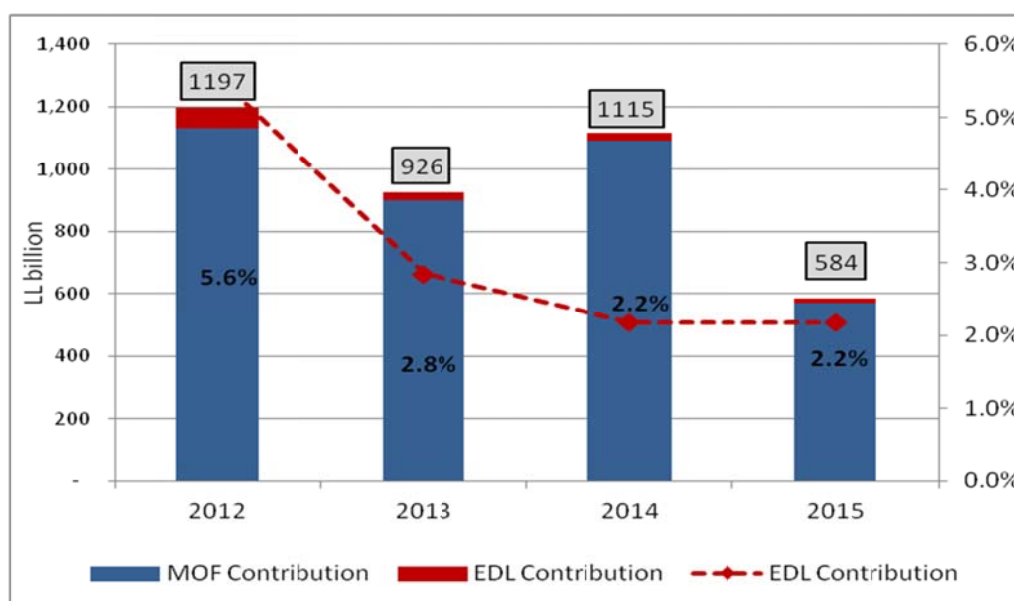
	<i>Jan-Apr 2014 Bill</i>	<i>Jan-Apr 2015 Bill</i>
Average Price/Barrel	US\$ 107.98	US\$ 54.86
% Change in weighted average price of crude oil	49.2% ▼	

III. Contribution of EDL out of the total oil bill

➤ ***EDL contributed by 2.2 percent of the total oil bill in Jan-Apr 2015***

From a total oil bill of LL 584 billion in Jan-Apr 2015, EDL contributed by 2.2 percent to the cost of gas oil and fuel oil purchase¹. This figure was also at 2.2 percent during the same period of 2014, out of a higher bill of LL 1,115 billion. In nominal terms, EDL’s contribution was lower in Jan-Apr 2015, amounting to LL13 billion, compared to LL 24 billion during the same period in 2014.

Figure 1: Contribution of EDL (Jan-Apr 2012 – Jan-Apr 2015)



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

¹ The Treasury transferred around LL 582.54 billion to cover EDL’s deficit in Jan-Apr 2015. Out of this amount, around LL 571.13 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-Apr 2014 amounted to LL 583.84 billion, which correspond to LL571.12 billion of Treasury transfers plus LL 12.72 billion of payments made by EDL.

► *Transfers to EDL constituted 11.9 percent of primary expenditures in Jan-Apr 2015*

With primary expenditures at LL 4,879 billion, the share of transfers to EDL reached 11.9 percent. This share was higher at 23.7% in April 2014.

Figure 2: Transfers to EDL out of primary expenditures (Jan-Apr 2014 – Jan-Apr 2015)

