

I. Treasury Transfers to EDL in January 2015

► In January 2015, treasury transfers to EDL reached LL 187.83 billion, as follows:

- ⇒ Reimbursement of KPC and Sonatrach LL 186.28 billion
- ⇒ Debt Service LL 1.56 billion

II. Treasury Transfers to EDL in 2015 in comparison with 2014¹

► Transfers to EDL in January 2015 were LL 174.17¹ billion lower than the January 2014 level

Transfers in January 2015 were LL 174.17 billion lower than the amount paid in January 2014, which stood at LL 362 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 2014	Jan 2015 ⁽³⁾	Change	% Change
EDL, of which:	262.94	187.83	75.10-	-28.6%
Debt Service (C-Loans and Eurobonds):	1.67	1.56	0.12-	-6.9%
-Principal Repayments	1.02	0.97	0.04-	-4.3%
-Interest Payments	0.66	0.59	0.07-	-11.0%
Reimbursement for purchase of gas and fuel	261.26	186.28	74.99-	-28.7%
· KPC & SPC ⁽¹⁾	261.26	186.28	74.99-	-28.7%
· Adjusted 2014 KPC & SPC ⁽²⁾	360.33	186.28	174.05-	-48.3%
Total adjusted Transfers to EDL⁽²⁾	362.00	187.83	174.17-	-48.1%

Notes:

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

Source: Ministry of Finance

► Payments to the two oil suppliers in January 2015 were LL 174.05 billion lower than their level during January 2014.

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 186.28 billion in January 2015, down from LL 360.33 billion in January 2014. This 48.3 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: 33.3% ▼
- % Change in Quantity of Gas Oil imported: 8.3 % ▲

➤ **From a price-effect viewpoint:**

	Jan 2014 Bill	Jan 2015 Bill
Average Price/Barrel	US\$ 108.12	US\$ 47.76
% Change in weighted average price of crude oil		55.83% ▼

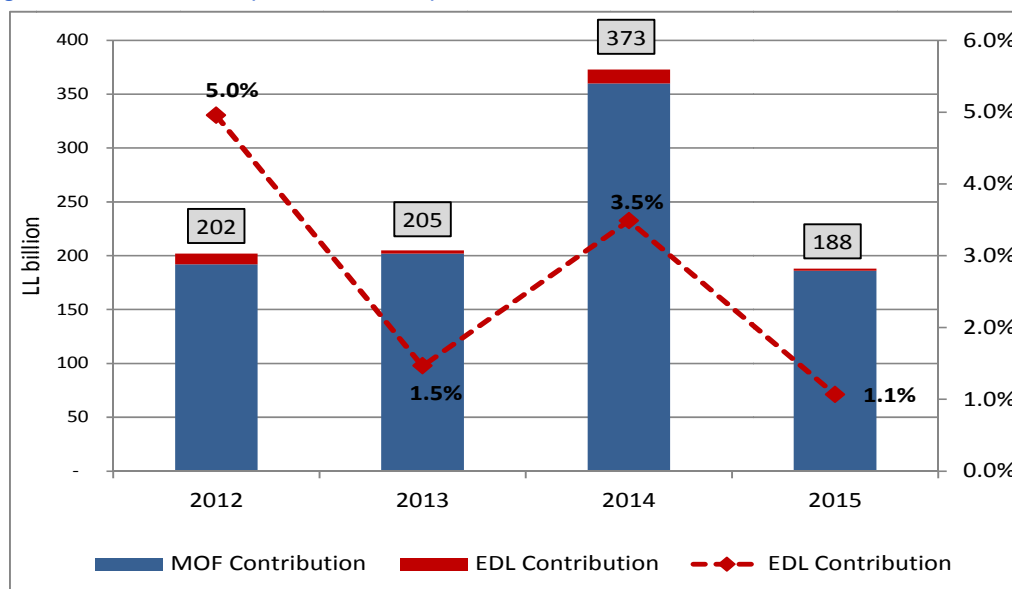
¹ Comparison based on adjusted 2014 figures

III. Contribution of EDL out of the total oil bill

► *EDL contributed 1.1 percent of the total oil bill in January 2015*

From a total oil bill of LL 188 billion in January 2015, EDL contributed by 1.1 percent to the cost of gas oil and fuel oil purchase¹. This figure was higher at 3.5 percent during the same period of 2014, out of a higher bill of LL 373 billion. In nominal terms, EDL's contribution was lower in January 2015, amounting to LL 2 billion, compared to LL 13 billion during the same period in 2014.

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

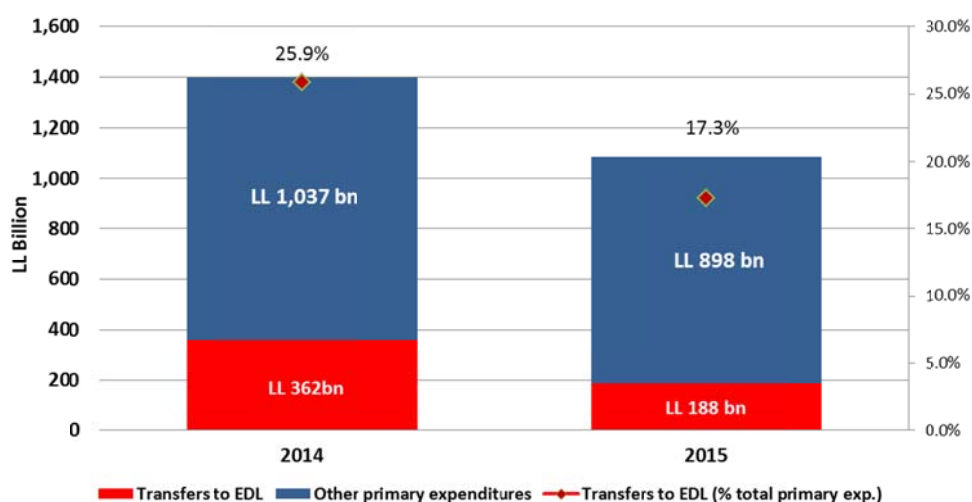


IV. Shares of “Transfers to EDL” out of Expenditures

► *Transfers to EDL constituted 17.3 percent of primary expenditures in January 2015*

With primary expenditures at LL 1086 billion, the share of transfers to EDL reached 17.3 percent. This share was higher at 25.9 percent in January 2014.

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



¹ The Treasury transferred around LL 187.83 billion to cover EDL's deficit in Jan 2015. Out of this amount, around LL 186.28 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan 2015 amounted to LL 188.28 billion, which correspond to LL 186.28 billion of Treasury transfers plus LL 2 billion of payments made by EDL.