

## I. Treasury Transfers to EDL in January 2016

- In January 2016, treasury transfers to EDL reached LL 53.83 billion, as follows:
- ⇒ Reimbursement of KPC and Sonatrach LL 52.35 billion
  - ⇒ Debt Service LL 1.48 billion

## II. Treasury Transfers to EDL in 2016 in comparison with 2015

- Transfers to EDL in January 2016 were LL 134.01 billion lower than the January 2015 level

Transfers in January 2016 were LL 134.01 billion lower than the amount paid in January 2015, which stood at LL 187.84 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 2015	Jan 2016	Change	% Change
<b>EDL, of which:</b>	<b>187.83</b>	<b>53.83</b>	<b>134.01-</b>	<b>-71.3%</b>
<b>Debt Service (C-Loans and Eurobonds):</b>	<b>1.56</b>	<b>1.48</b>	<b>0.08-</b>	<b>-5.2%</b>
-Principal Repayments	0.97	0.94	0.03-	-3%
-Interest Payments	0.59	0.53	0.05-	-9.0%
<b>Reimbursement for purchase of gas and fuel</b>	<b>186.28</b>	<b>52.35</b>	<b>133.93-</b>	<b>-71.9%</b>
· KPC & SPC	186.28	52.35	133.93-	-71.9%

- Payments to the two oil suppliers in January 2016 were LL 133.93 billion lower than their level during January 2015.

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 53.83 billion in January 2016, down from LL 186.28 billion in January 2015. This 71.9 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: 0.5% ▼
  - % Change in Quantity of Gas Oil imported: 53.85 % ▼
- **From a price-effect viewpoint:**

	Jan 2015 Bill	Jan 2016 Bill
Average Price/Barrel	US\$ 47.76	US\$ 30.70
% Change in weighted average price of crude oil		35.72% ▼

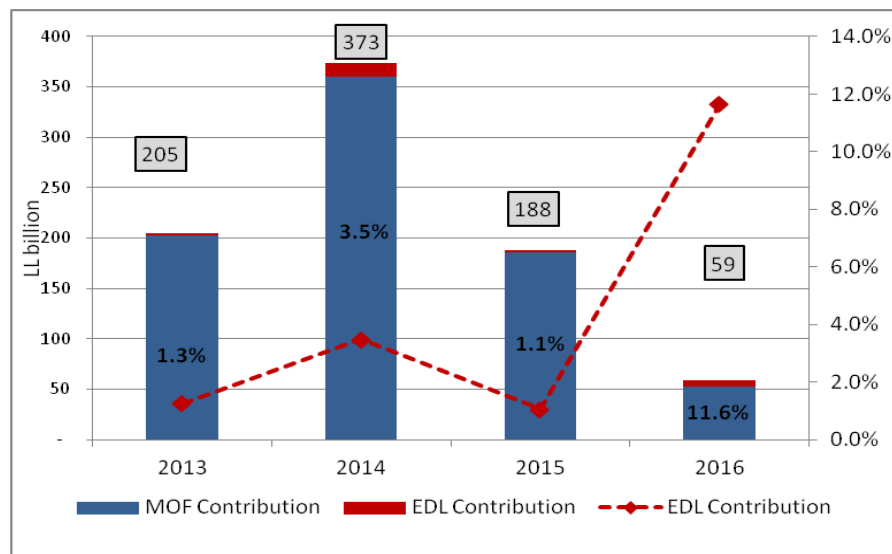
## III. Contribution of EDL out of the total oil bill

- EDL contributed 11.6 percent of the total oil bill in January 2016
- From a total oil bill of LL 59.25 billion in January 2016, EDL contributed by 11.6 percent to the cost of gas oil and fuel oil purchase<sup>1</sup>. This figure was higher at 1.1 percent during the same

<sup>1</sup> The Treasury transferred around LL 53.83 billion to cover EDL's deficit in Jan 2016. Out of this amount, around LL 52.35 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 2015, out of a higher bill of LL 188 billion. In nominal terms, EDL's contribution was higher in January 2016, amounting to LL 7 billion, compared to LL 2 billion during the same period in 2015.

Figure 1: Contribution of EDL (Jan 2013 – Jan 2016)

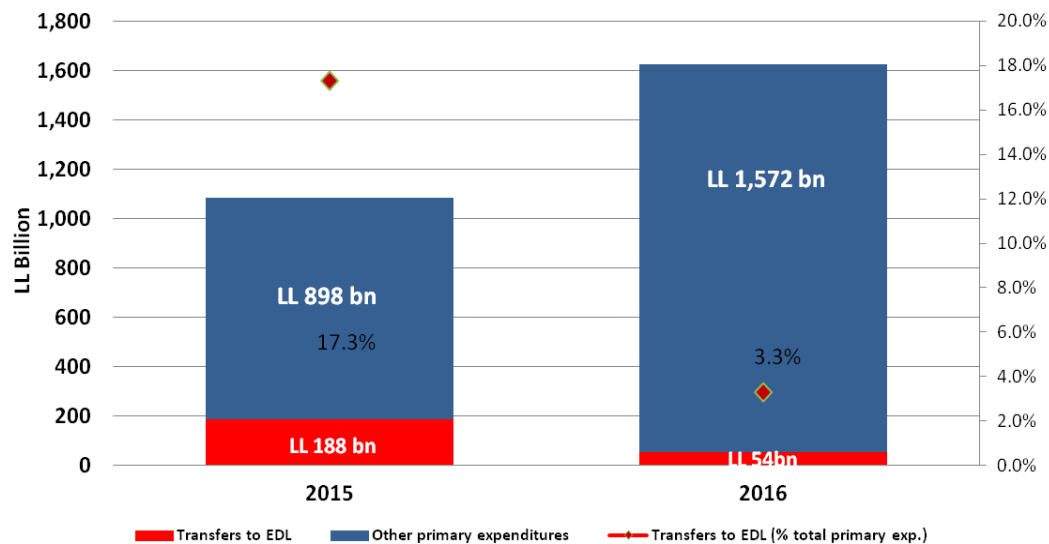


#### IV. Shares of “Transfers to EDL” out of Expenditures

► *Transfers to EDL constituted 3.3 percent of primary expenditures in January 2016*

With primary expenditures at LL 1,626 billion, the share of transfers to EDL reached 3.3 percent. This share was higher at 17.3 percent in January 2015.

Figure 2: Transfers to EDL out of primary expenditures (Jan 2015 – Jan 2016)



2016 amounted to LL 59.25 billion, which correspond to LL 52.35 billion of Treasury transfers plus LL 6.9 billion of payments made by EDL.

FOR FURTHER INFORMATION, PLEASE CONTACT:

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