

## I. Treasury Transfers to EDL in October 2015

► In October 2015, treasury transfers to EDL reached 119.16 LL billion, as follows:

⇒ Reimbursement of KPC and Sonatrach	118.27 LL billion
⇒ Debt Service	0.88 LL billion

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

(LL billion)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Total
<b>EDL of which:</b>	<b>187.83</b>	<b>126.43</b>	<b>161.30</b>	<b>106.98</b>	<b>129.11</b>	<b>234.38</b>	<b>164.55</b>	<b>76.33</b>	<b>152.30</b>	<b>119.16</b>	<b>1,458.38</b>
<b>Debt service, of which:</b>	<b>1.56</b>	<b>8.69</b>	<b>0.28</b>	<b>0.89</b>	<b>1.30</b>	<b>0.61</b>	<b>4.19</b>	<b>8.35</b>	<b>0.29</b>	<b>0.88</b>	<b>27.04</b>
- Principal payments	0.97	7.77	0.24	0.87	1.22	0.52	3.35	7.61	0.25	0.87	23.68
- Interest payments	0.59	0.92	0.04	0.02	0.08	0.09	0.84	0.73	0.04	0.02	3.37
<b>Reimbursement for purchase of gas and fuel</b>	<b>186.28</b>	<b>117.74</b>	<b>161.02</b>	<b>106.09</b>	<b>127.81</b>	<b>233.77</b>	<b>160.37</b>	<b>67.99</b>	<b>152.01</b>	<b>118.27</b>	<b>1,431.33</b>
• KPC & SPC	186.28	117.74	161.02	106.09	127.81	233.77	160.37	67.99	152.01	118.27	1,431.34

Source: Ministry of Finance

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

► Transfers to EDL in Jan-Oct 2015 were 1,148.91 LL billion lower than the Jan-Oct 2014 level

Transfers in Jan-Oct 2015 were 1,148.91 LL billion lower than the amount paid in Jan-Oct 2014, which stood at 2,607.29 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-Oct 2014	Jan-Oct 2015(3)	Change	% Change
<b>EDL, of which:</b>	<b>2,455.74</b>	<b>1,458.38</b>	<b>997.36-</b>	<b>-40.6%</b>
<b>Debt Service (C-Loans and Eurobonds):</b>	<b>30.06</b>	<b>27.04</b>	<b>3.02-</b>	<b>-10.0%</b>
-Principal Repayments	25.34	23.68	1.66-	-7%
-Interest Payments	4.72	3.37	1.35-	-28.6%
<b>Reimbursement for purchase of gas and fuel</b>	<b>2,425.67</b>	<b>1,431.33</b>	<b>994.34-</b>	<b>-41.0%</b>
• KPC & SPC <sup>(1)</sup>	2,425.67	1,431.34	994.34-	-41.0%
• Adjusted 2014 KPC & SPC <sup>(2)</sup>	2,577.23	1,431.34	1,145.89-	-44.5%
<b>Total adjusted Transfers to EDL<sup>(2)</sup></b>	<b>2,607.29</b>	<b>1,458.38</b>	<b>1,148.91-</b>	<b>-44.1%</b>

### Notes:

(1) Figures of 2014 as published previously in PFM and EDL snapshot October 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 October 2015 PFM

Source: Ministry of Finance

► Payments to the two oil suppliers in Jan-Oct 2015 were LL 1,145.89 billion lower than their level during Jan-Oct 2014.

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 1,431.34 billion in Jan-Oct 2015, down from LL 2,577.23 billion in Jan-Oct 2014. This 44.5 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: 4.77% ▼
- % Change in Quantity of Gas Oil imported: 10.94% ▲

➤ **From a price-effect viewpoint:**

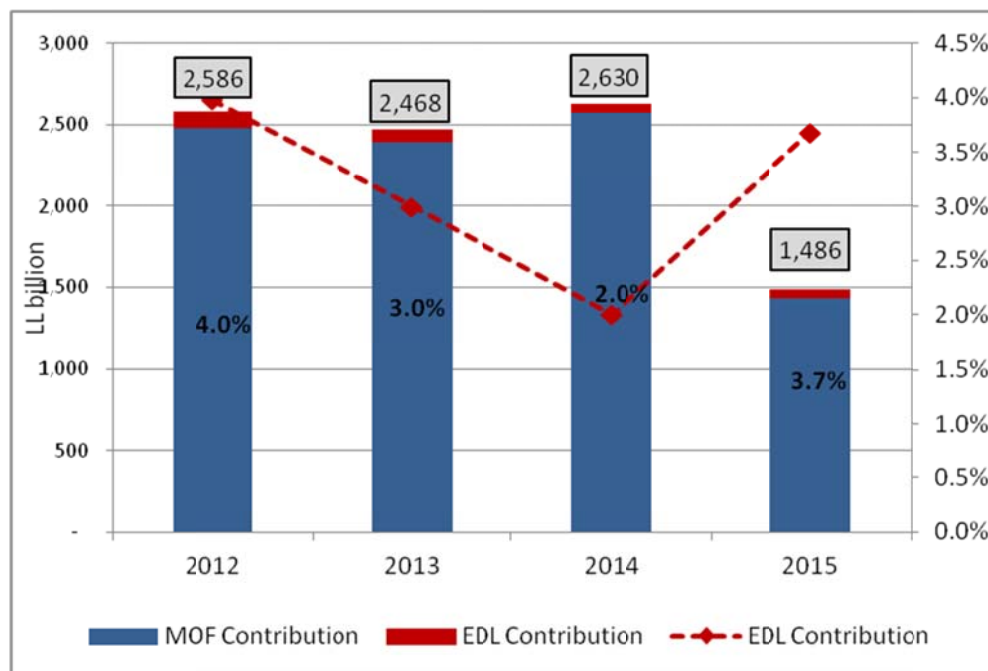
	<i>Jan-Sep 2014 Bill</i>	<i>Jan-Sep 2015 Bill</i>
Average Price/Barrel	US\$ 104.70	US\$ 54.48
% Change in weighted average price of crude oil		47.97% ▼

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

➤ *EDL contributed by 3.7 percent of the total oil bill in Jan-Oct 2015*

From a total oil bill of LL 1,486 billion in Jan-Oct 2015, EDL contributed by 3.7 percent to the cost of gas oil and fuel oil purchase<sup>1</sup>. This figure was at 2.0 percent during the same period of 2014, out of a higher bill of LL 2,630 billion. In nominal terms, EDL's contribution was higher in Jan-Oct 2015, amounting to LL 55 billion, compared to LL 53 billion during the same period in 2014.

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



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

➤ *Transfers to EDL constituted 13.6 percent of primary expenditures in Jan-Oct 2015*

With primary expenditures at LL 10,715 billion, the share of transfers to EDL reached 13.6 percent. This share was higher at 22.4% in Jan-Oct 2014.

<sup>1</sup> The Treasury transferred around LL 1,458.38 billion to cover EDL's deficit in Jan-Oct 2015. Out of this amount, around LL 1,431.34 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-Oct 2015 amounted to LL 1,486 billion, which correspond to LL 1,431.34 billion of Treasury transfers plus LL 55 billion of payments made by EDL.

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

