

I. Treasury Transfers to EDL in April 2016

► In April 2016, treasury transfers to EDL reached LL 87.27 billion, as follows:

- ⇒ Reimbursement of KPC and Sonatrach LL 86.39 billion
- ⇒ Debt Service LL 0.88 billion

Table 1: Monthly Treasury transfers to EDL in Jan-April 2016

(LL billion)	Jan	Feb	Mar	April	Total
EDL of which:	53.83	82.64	93.15	87.27	316.89
Debt service (C-Loans and Eurobonds):	1.48	5.63	0.29	0.88	8.28
• Principal payments	0.94	5.07	0.25	0.87	7.13
• Interest payments	0.53	0.57	0.04	0.01	1.15
Reimbursement for purchase of gas and fuel	52.35	77.01	92.86	86.39	308.61
• KPC & SPC	52.35	77.01	92.86	86.39	308.61

Source: Ministry of Finance

II. Treasury Transfers to EDL in Jan-April 2016 in comparison with Jan-April 2015

► Transfers to EDL in Jan-April 2016 were LL 265.66 billion lower than the Jan-April 2015 level

Transfers in Jan-April 2016 were LL 265.66 billion lower than the amount paid in Jan-April 2015, which stood at LL 582.54 billion. This was mainly a result of lower payments to KPC and Sonatrach for fuel oil and gas oil purchases

(LL billion)	Jan-April 2015	Jan-April 2016	Change	% Change
EDL, of which:	582.54	316.89	265.66-	-45.6%
Debt Service (C-Loans and Eurobonds):	11.42	8.28	3.15-	-27.5%
-Principal Repayments	9.85	7.13	2.72-	-28%
-Interest Payments	1.57	1.15	0.43-	-27.2%
Reimbursement for purchase of gas and fuel	571.12	308.61	262.51-	-46.0%
• KPC & SPC	571.12	308.61	262.51-	-46.0%

► Payments to the two oil suppliers in Jan-April 2016 were LL 262.51 billion lower than their level during Jan-April 2015.

The component “Reimbursement of KPC and Sonatrach Agreements” reached LL 308.61 billion in Jan-April 2016, down from LL 571.12 billion in Jan-April 2015. This 46 percent decrease was mainly driven by lower average prices of crude oil.

- **From a quantity-effect viewpoint:**
 - % Change in Quantity of Fuel Oil imported: 9.81% ▲
 - % Change in Quantity of Gas Oil imported: 0.53 % ▼
- **From a price-effect viewpoint:**

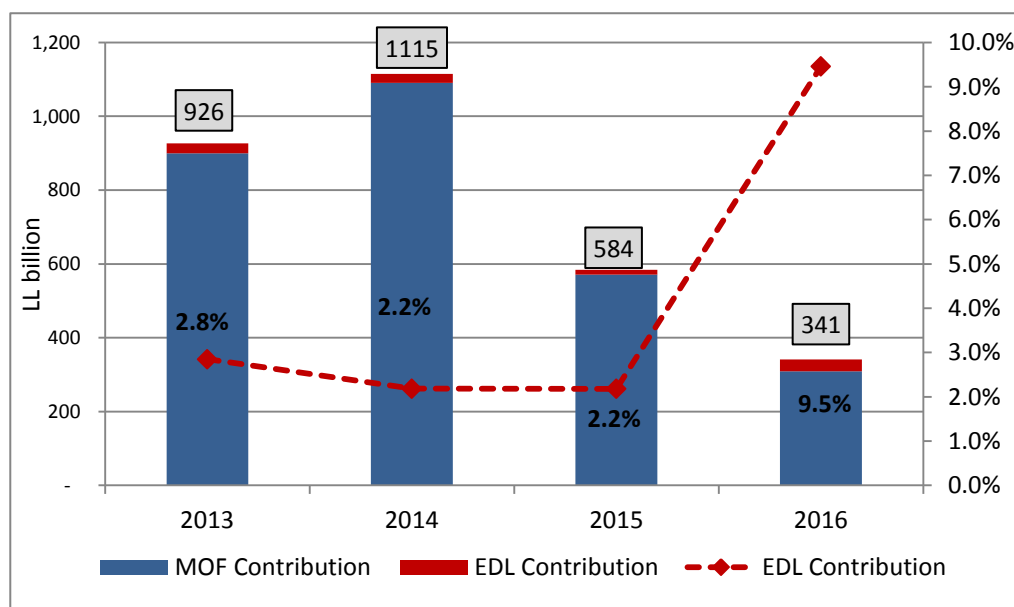
	Jan-April 2015 Bill	Jan-April 2016 Bill
Average Price/Barrel	US\$ 54.86	US\$ 36.18
% Change in weighted average price of crude oil		34.055 % ▼

III. Contribution of EDL out of the total oil bill

► *EDL contributed 9.5 percent of the total oil bill in Jan-April 2016*

From a total oil bill of LL 341 billion in Jan-April 2016, EDL contributed by 9.5 percent to the cost of gas oil and fuel oil purchase¹. This figure was lower at 2.2 percent during the same period of 2015, out of a higher bill of LL 584 billion. In nominal terms, EDL's contribution was lower in Jan-April 2015, amounting to LL 13 billion, compared to LL 32 billion during the same period in 2016.

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

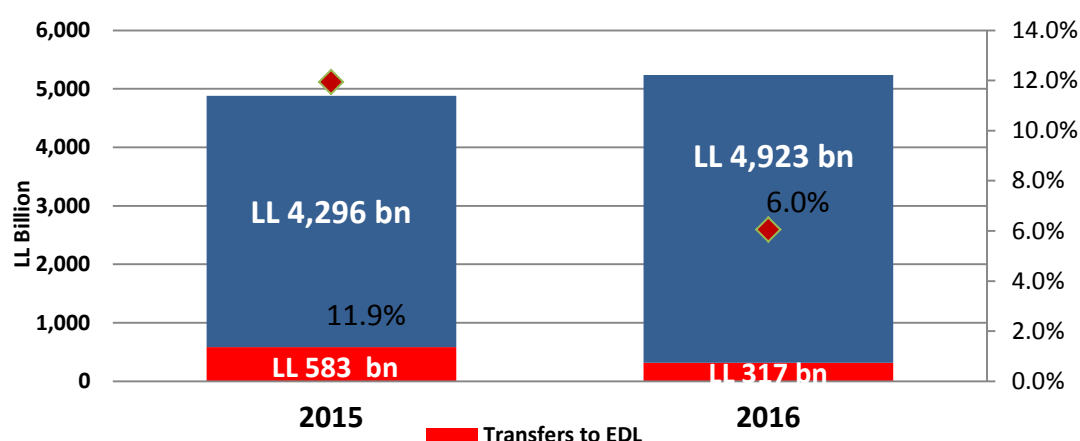


IV. Shares of “Transfers to EDL” out of Expenditures

► *Transfers to EDL constituted 6.0 percent of primary expenditures in Jan-April 2016*

With primary expenditures at LL 5,240 billion, the share of transfers to EDL reached 6.0 percent in Jan-April 2016. This share was higher at 11.9 percent in Jan-April 2015.

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



¹ The Treasury transferred around LL 316.89 billion to cover EDL's deficit in Jan-April 2016. Out of this amount, around LL 308.61 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-April 2016 amounted to LL 340.85 billion, which correspond to LL 308.61 billion of Treasury transfers plus LL 32.24 billion of payments made by EDL.