

I. Treasury Transfers to EDL in February 2016

► In February 2016, treasury transfers to EDL reached LL 82.64 billion, as follows:

- ⇒ Reimbursement of KPC and Sonatrach LL 77.01 billion
- ⇒ Debt Service LL 5.63 billion

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

(LL billion)	Jan	Feb	Total
EDL of which:	53.83	82.64	136.47
Debt service (C-Loans and Eurobonds):	1.48	5.63	7.11
• Principal payments	0.94	5.07	6.01
• Interest payments	0.53	0.57	1.10
Reimbursement for purchase of gas and fuel	52.35	77.01	129.36
• KPC & SPC	52.35	77.01	129.36

Source: Ministry of Finance

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

► Transfers to EDL in Jan-Feb 2016 were LL 177.80 billion lower than the Jan-Feb 2015 level

Transfers in Jan-Feb 2016 were LL 177.80 billion lower than the amount paid in Jan-Feb 2015, which stood at LL 314.26 billion. This was mainly a result of lower payments to KPC and Sonatrach for fuel oil and gas oil purchases.

(LL billion)	Jan-Feb 2015	Jan-Feb 2016	Change	% Change
EDL, of which:	314.26	136.47	177.80-	-56.6%
Debt Service (C-Loans and Eurobonds):	10.25	7.11	3.14-	-30.6%
-Principal Repayments	8.74	6.01	2.73-	-31%
-Interest Payments	1.51	1.10	0.41-	-27.2%
Reimbursement for purchase of gas and fuel	304.01	129.36	174.65-	-57.4%
• KPC & SPC	304.01	129.36	174.65-	-57.4%

► Payments to the two oil suppliers in Jan-Feb 2016 were LL 174.65 billion lower than their level during Jan-Feb 2015.

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 136.47 billion in Jan-Feb 2016, down from LL 304.01 billion in Jan-Feb 2015. This 57.4 percent decrease was mainly driven by lower average prices of crude oil.

- **From a quantity-effect viewpoint:**
 - % Change in Quantity of Fuel Oil imported: 10.11% ▼
 - % Change in Quantity of Gas Oil imported: 2.11 % ▼

- **From a price-effect viewpoint:**

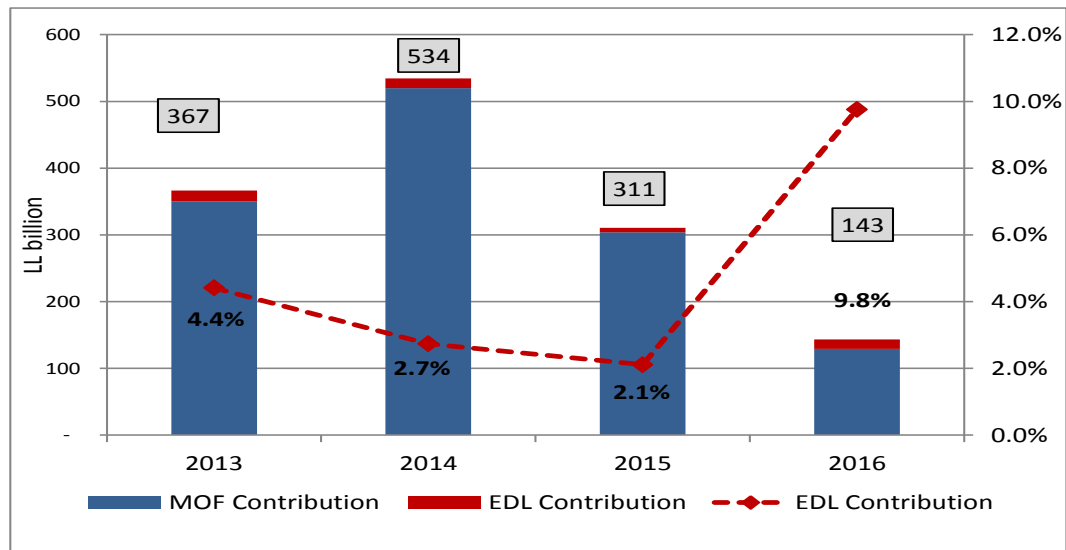
	Jan-Feb 2015 Bill	Jan-Feb 2016 Bill
Average Price/Barrel	US\$ 52.52	US\$ 31.45
% Change in weighted average price of crude oil		40.11 % ▼

III. Contribution of EDL out of the total oil bill

► *EDL contributed 9.8 percent of the total oil bill in Jan-Feb 2016*

From a total oil bill of LL 143 billion in Jan-Feb 2016, EDL contributed by 9.8 percent to the cost of gas oil and fuel oil purchase¹. This figure was lower at 2.1 percent during the same period of 2015, out of a higher bill of LL 311 billion. In nominal terms, EDL's contribution was lower in Jan-Feb 2015, amounting to LL 7 billion, compared to LL 14 billion during the same period in 2016.

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

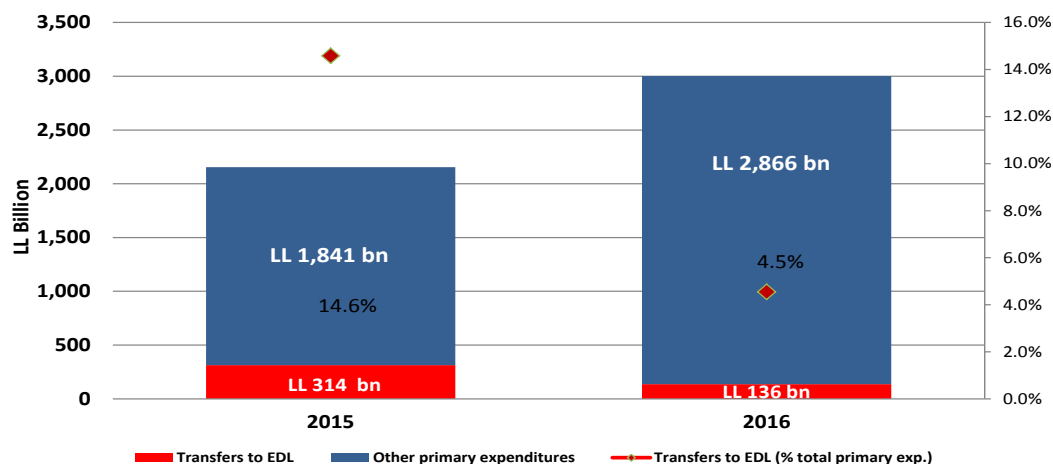


IV. Shares of “Transfers to EDL” out of Expenditures

► *Transfers to EDL constituted 4.5 percent of primary expenditures in Jan-Feb 2016*

With primary expenditures at LL 3,002 billion, the share of transfers to EDL reached 4.5 percent in Jan-Feb 2016. This share was higher at 14.6 percent in Jan-Feb 2015.

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



¹ The Treasury transferred around LL 136.47 billion to cover EDL's deficit in Jan-Feb 2016. Out of this amount, around LL 129.36 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-Feb 2016 amounted to LL 143.3 billion, which correspond to LL 129.36 billion of Treasury transfers plus LL 13.98 billion of payments made by EDL.