

I. Treasury Transfers to EDL in November 2017

► In November 2017, treasury transfers to EDL reached LL 106.56 billion, as follows:

⇒ Reimbursement of KPC and Sonatrach	LL 79.35 billion
⇒ Debt Service	LL 0.001 billion
⇒ Transfers to Electricity Syria	LL 27.21 billion

Table 1: Monthly Treasury Transfers to EDL in Jan-November 2017

(LL billion)	Jan	Feb	Mar	April	May	Jun	July	Aug	Sep	Oct	Nov	Total
EDL of which:	95.14	213.93	110.75	125.85	147.88	144.98	111.84	318.20	81.04	277.34	106.56	1733.50
a- Debt service (C-Loans and Eurobonds):	1.43	5.32	0.27	0.00	0.03	0.61	1.43	5.27	0.00	0.30	0.001	14.65
• Principal payments	0.94	4.99	0.24	0.00	0.03	0.53	0.95	5.05	0.00	0.26	0.00	12.99
• Interest payments	0.49	0.33	0.03	0.00	0.00	0.07	0.47	0.22	0.00	0.03	0.001	1.66
b- Reimbursement for purchase of gas& fuel	93.71	208.61	110.47	125.85	147.85	144.37	110.42	312.93	53.97	260.76	79.35	1648.29
• KPC & SPC	93.71	208.61	110.47	125.85	147.85	144.37	110.42	312.93	53.97	260.76	79.35	1648.29
c- Transfers to Electricity Syria	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	27.07	16.28	27.21	70.56

Source: Ministry of Finance

II. Treasury Transfers to EDL in Jan-November 2017 in comparison with Jan-November 2016

► Transfers to EDL in Jan-November 2017 were LL 497.66 billion higher than the Jan-November 2016 level

Transfers in Jan-November 2017 were LL 497.66 billion higher than the amount paid in Jan-November 2016, which stood at LL 1235.85 billion. This was mainly a result of higher payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Comparison of Treasury Transfers to EDL between 2016 and 2017

(LL billion)	Jan-November 2016	Jan-November 2017	Change	% Change
EDL, of which:	1235.85	1,733.50	497.66	40.3%
Debt Service (C-Loans and Eurobonds):	19.96	14.65	5.30-	-26.6%
-Principal Repayments	17.56	12.99	4.57-	-26%
-Interest Payments	2.40	1.66	0.74-	-30.8%
Reimbursement for purchase of gas and fuel	1215.89	1,648.29	432.40	35.6%
• KPC & SPC	1215.89	1,648.29	432.40	35.6%
Transfers to Electricity Syria	-	70.56	70.56	-

► Payments to the two oil suppliers in Jan-November 2017 were LL 432.40 billion higher than their level during Jan-November 2016.

The component “Reimbursement of KPC and Sonatrach Agreements” reached LL 1648.29 billion in Jan-November 2017, a rise from LL 1215.89 billion in Jan-November 2016. This 35.6 percent increase was mainly driven by higher average prices of crude oil and higher quantity of fuel oil.

- **From a quantity-effect viewpoint:**
 - % Change in Quantity of Fuel Oil imported: 15.64% ▲
 - % Change in Quantity of Gas Oil imported: 11.89% ▼
- **From a price-effect viewpoint:**

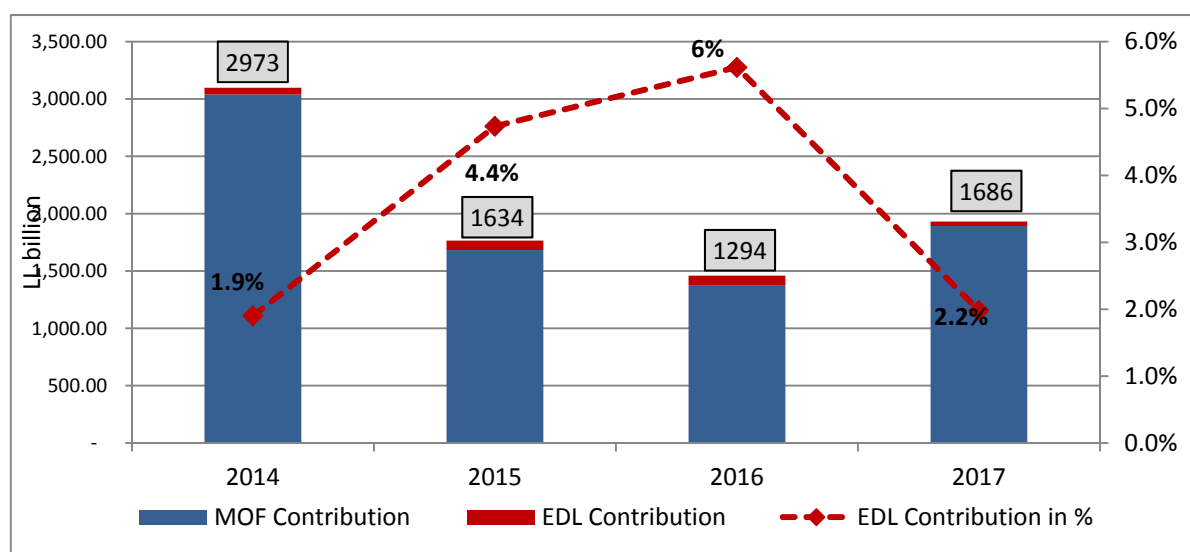
	Jan-November 2016 Bill	Jan-November 2017 Bill
Average Price/Barrel	US\$ 42.77	US\$ 52.81
% Change in weighted average price of crude oil		23.47% ▲

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

▶ *EDL contributed 2.2 percent of the total oil bill in Jan-November 2017*

From a total oil bill of LL 1686 billion in Jan-November 2017, EDL contributed by 2.2 percent to the cost of gas oil and fuel oil purchase¹. This figure was higher at 6.0 percent during the same period of 2016, out of a lower bill of LL 1294 billion. In nominal terms, EDL’s contribution was lower in Jan-November 2017, amounting to LL 37.22 billion, compared to LL 78 billion during the same period in 2016.

Figure 1: Contribution of EDL out of the total oil bill (Jan-November 2014 – Jan-November 2017)



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

▶ *Transfers to EDL constituted 13.0 percent of primary expenditures in Jan-November 2017*

With primary expenditures at LL 13,292 billion, the share of transfers to EDL reached 13 percent in Jan-November 2017. This share was lower at 9.2 percent in Jan-November 2016.

Figure 2: Transfers to EDL out of primary expenditures (Jan-November 2016 – Jan-November 2017)

¹ The Treasury transferred around LL 1733.50 billion to cover EDL’s deficit in Jan-November 2017. Out of this amount, around LL 1648.29 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-November 2017 amounted to LL 1685.51 billion, which correspond to LL 1648.29 billion of Treasury transfers plus LL 37.22 billion of payments made by EDL.

