

I. Treasury Transfers to EDL in April 2014

► In April 2014, treasury transfers to EDL reached LL 194.47 billion, as follows:

⇒ Reimbursement of KPC and Sonatrach	LL 193.56 billion
⇒ Debt Service	LL 0.91 billion

Table 1: Monthly Treasury transfers to EDL in Jan-April 2014

(LL billion)	Jan	Feb	March	April	Total
EDL of which:	262.94	107.43	420.84	194.47	985.67
Debt service, of which:	1.67	9.50	0.36	0.91	12.44
• C-Loans, of which:	1.67	9.50	0.36	0.91	12.44
- Principal payments	1.02	8.16	0.31	0.87	10.35
- Interest payments	0.66	1.34	0.05	0.04	2.09
• BDL Guaranteed Loan payments	-	-	-	-	-
Reimbursement for purchase of gas and fuel	261.26	97.93	420.48	193.56	973.23
• KPC & SPC	261.26	97.93	420.48	193.56	973.23
• EGAS	-	-	-	-	-

Source: Ministry of Finance

II. Treasury Transfers to EDL in 2014 in comparison with 2013

► Transfers to EDL in Jan-April 2014 were LL 106.54 billion lower than the Jan-April 2013 level

Transfers in Jan-April 2014 were LL 106.54 billion lower than the amount paid in Jan-April 2013, which stood at LL 1,092.21 billion. This was mainly due to lower payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Treasury Transfers to EDL

(LL billion)	April 2013	April 2014	Jan-April 2013	Jan-April 2014	Change	%
EDL, of which:	229.86	194.47	1,092.21	985.67	106.54-	-10%
Debt Service, of which:	20.01	0.91	38.94	12.44	26.49-	-68%
• C-Loans, of which:	1.29	0.91	12.82	12.44	0.37-	-3%
-Principal Repayments	1.16	0.87	10.29	10.35	0.06	1%
-Interest Payments	0.13	0.04	2.52	2.09	0.43-	-17%
• BDL-Guaranteed Loan Payments	18.73	-	26.12	-	26.12-	-100%
Reimbursement for purchase of gas and fuel	209.85	193.56	1,053.27	973.23	80.05-	-8%
• KPC & SPC	209.85	193.56	1,053.27	973.23	80.05-	-8%
• EGAS	-	-	-	-	-	-

Source: Ministry of Finance

► Payments to the two oil suppliers in Jan-April 2014 were LL 80.05 billion lower than their level during Jan-April 2013

The component "Reimbursement for purchase of Gas and Fuel" reached LL973.23 billion in Jan-April 2014, down from LL 1053.27 billion in Jan-April 2013.

➤ **From a quantity-effect viewpoint:**

	Period covered in Jan-April 2013 Bill	Period covered in Jan-April 2014 Bill	% Change in Quantity Imported
Gas Oil	May-Nov 2012	May-Nov 2013	12% ▼
Fuel Oil	July-Dec 2012	July-Dec 2013	14% ▲

➤ **From a price-effect viewpoint:**

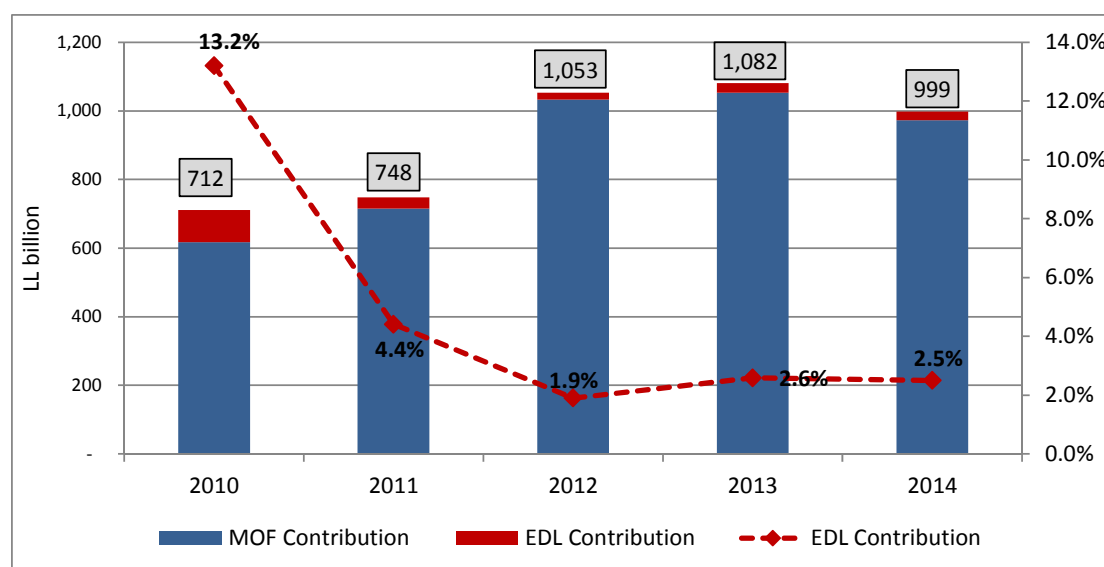
	<i>Jan-April 2013 Bill</i>	<i>Jan-April 2014 Bill</i>
Consumption Period	May-Dec 2012	May-Dec 2013
Average Price/Barrel	US\$ 109.60	US\$ 109.68
% Change in weighted average price of crude oil		0.106% ▲

III. Contribution of EDL out of the total oil bill

➤ **EDL contributed 2.5 percent of the total oil bill in Jan-April 2014**

From a total oil bill of LL 999 billion in Jan-April 2014, EDL contributed by 2.5 percent to the cost of gas oil and fuel oil purchase¹. This figure was slightly higher at 2.6 percent during the same period of 2013, out of a higher bill of LL 1,082 billion. In nominal terms, EDL’s contribution was lower in Jan-April 2014, amounting to LL25 billion, compared to LL 28 billion during the same period in 2013 and LL 20 billion or 1.9% percent of a LL1,053 billion oil bill in Jan-April 2012.

Figure 1: Contribution of EDL (Jan-April 2010 – Jan-April 2014)



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

➤ **Transfers to EDL constituted 21.2 percent of primary expenditures in Jan-April 2014**

With primary expenditures at LBP 4,649 billion in Jan-April 2014, the share of transfers to EDL reached 21.2 percent, a lower share than that paid in Jan-April 2013 at 21.3 percent.

¹ The Treasury transferred around LL985.67 billion to cover EDL’s deficit in Jan-April 2014. Out of this amount, around LL 973.23 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 2014 amounted to LL999 billion, which correspond to LL973 billion of Treasury transfers plus LL 25 billion of payments made by EDL.

Figure 2: Transfers to EDL out of primary expenditures (Jan-April 2012 – Jan-April 2014)

