

## I. Treasury Transfers to EDL in February 2014

► In February 2014, treasury transfers to EDL reached LL 107.43 billion, as follows:

⇒ Reimbursement of KPC and Sonatrach	LL 97.93 billion
⇒ Debt Service	LL 9.50 billion

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

(LL billion)	Jan	Feb	Total
<b>EDL of which:</b>	<b>262.94</b>	<b>107.43</b>	<b>370.36</b>
Debt service, of which:	1.67	9.50	11.17
• C-Loans and Eurobonds, of which:	1.67	9.50	11.17
- Principal payments	1.02	8.16	9.18
- Interest payments	0.66	1.34	2.00
• BDL Guaranteed Loan payments	-	-	-
<b>Reimbursement for purchase of gas and fuel</b>	<b>261.26</b>	<b>97.93</b>	<b>359.19</b>
• KPC & SPC	261.26	97.93	359.19
• EGAS	-	-	-

Source: Ministry of Finance

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

► Transfers to EDL in Jan-Feb 2014 were LL 65.42 billion lower than the Jan-Feb 2013 level

Transfers in Jan-Feb 2014 were LL 65.42 billion lower than the amount paid in Jan-Feb 2013, which stood at LL 435.79 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)	Feb 2013	Feb 2014	Jan- Feb 2013	Jan- Feb 2014	Change	% Change
<b>EDL, of which:</b>	<b>230.86</b>	<b>107.43</b>	<b>435.79</b>	<b>370.36</b>	<b>65.42-</b>	<b>-15%</b>
Debt Service, of which:	9.81	9.50	18.92	11.17	7.75-	-41%
• C-Loans, of which:	9.81	9.50	11.53	11.17	0.35-	-3%
-Principal Repayments	8.12	8.16	9.14	9.18	0.04	0%
-Interest Payments	1.70	1.34	2.39	2.00	0.39-	-16%
• BDL-Guaranteed Loan Payments	-	-	7.39	-	7.39-	-100%
<b>Reimbursement for purchase of gas and fuel</b>	<b>221.05</b>	<b>97.93</b>	<b>416.87</b>	<b>359.19</b>	<b>57.68-</b>	<b>-14%</b>
• KPC & SPC	221.05	97.93	416.87	359.19	57.68-	-14%
• EGAS	-	-	-	-	-	-

Source: Ministry of Finance

► Payments to the two oil suppliers in Jan-Feb 2014 were LL 57.68 billion lower than their level during Jan-Feb 2013

The component "Reimbursement of KPC and Sonatrach" reached LL 359.19 billion in Jan-Feb 2014, down from LL 416.87 billion in Jan-Feb 2013.

➤ From a quantity-effect viewpoint:

	Period covered in Jan 2013 Bill	Period covered in Jan 2014 Bill	% Change in Quantity Imported
Gas Oil	May-Aug 2012	May-Aug 2013	22% ▼
Fuel Oil	July-Aug 2012	Aug-Oct 2013	20% ▲

➤ **From a price-effect viewpoint:**

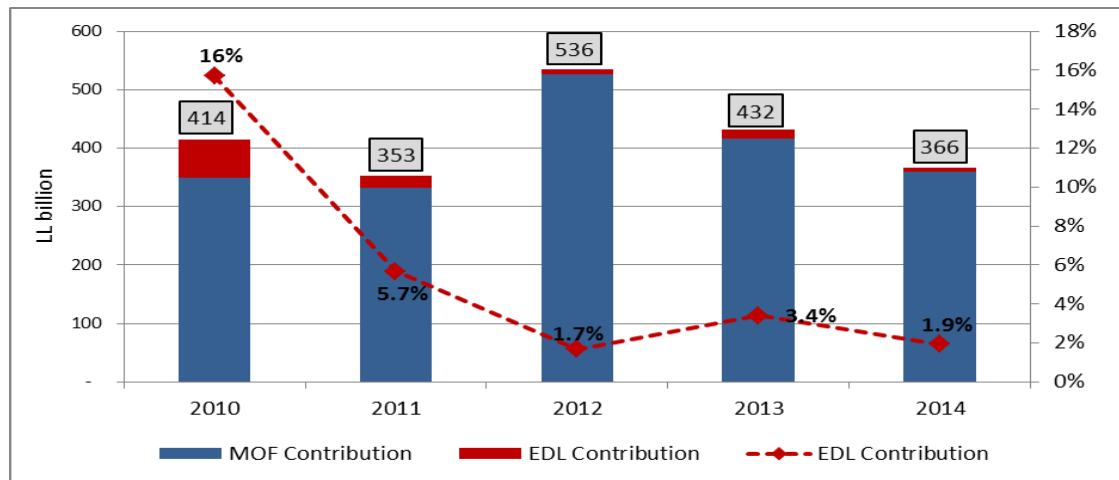
	Jan 2013 Bill	Jan 2014 Bill
Consumption Period	May-Aug 2012	May-Oct 2013
Average Price/Barrel	US\$ 109.30	US\$ 109.50
% Change in weighted average price of crude oil		0.2% ▲

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

➤ **EDL contributed 1.9 percent of the total oil bill in Jan-Feb 2014**

From a total oil bill of LL 366 billion in Jan-Feb 2014, EDL contributed by 1.9 percent to the cost of gas oil and fuel oil purchase<sup>1</sup>. This figure was higher at 3.4 percent during the same period of 2013, out of a higher bill of LL 432 billion. In nominal terms, EDL’s contribution was lower in Jan-Feb 2014, amounting to LL7 billion, compared to LL 15 billion during the same period in 2013 and LL 9 billion or 1.7% percent of a LL 536 billion oil bill in Jan-Feb 2012.

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

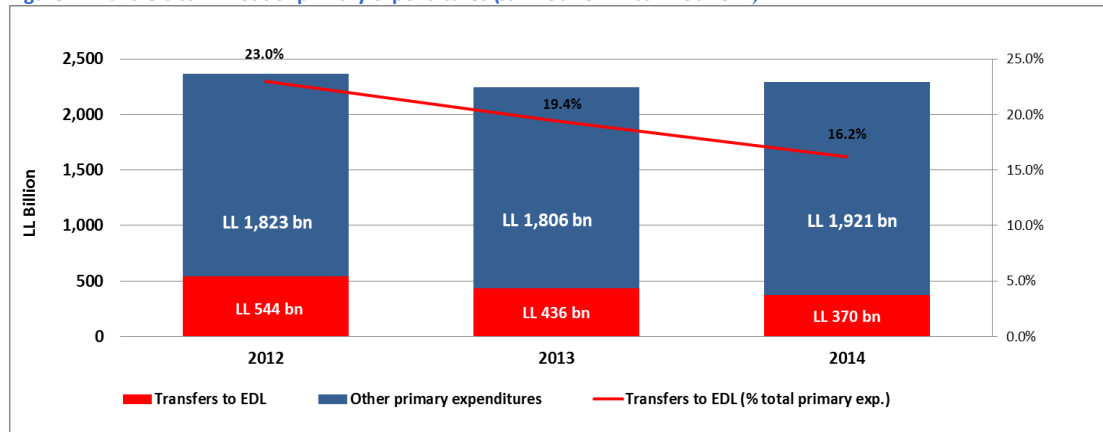


**IV. Shares of “Transfers to EDL” out of Expenditures**

➤ **Transfers to EDL constituted 16.2 percent of primary expenditures in Jan-Feb 2014**

With primary expenditures at 2,292 billion in Jan-Feb 2014, the share of transfers to EDL reached 16.2 percent, a lower share than that paid in Jan-Feb 2013 of 19.4 percent.

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



<sup>1</sup> The Treasury transferred around LL 370.36 billion to cover EDL’s deficit in Jan-Feb 2014. Out of this amount, around LL 359.19 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 2014 amounted to LL 366.30 billion, which correspond to LL359.19 billion of Treasury transfers plus LL 7.11 billion of payments made by EDL.