

I. Treasury Transfers to EDL in November 2014

► In November 2014, treasury transfers to EDL reached LL 271.64 billion, as follows:

⇒ Reimbursement of KPC and Sonatrach	LL 270.26 billion
⇒ Debt Service	LL 1.38 billion

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

(LL billion)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Total
EDL of which:	262.94	107.43	420.84	194.47	81.34	498.02	211.76	351.92	119.67	207.36	271.64	2,727.38
Debt service, of which:	1.67	9.50	0.36	0.91	1.45	0.75	3.32	10.86	0.33	0.90	1.38	31.45
• C-Loans, of which:	1.67	9.50	0.36	0.91	1.45	0.75	3.32	10.86	0.33	0.90	1.38	31.45
- Principal payments	1.02	8.16	0.31	0.87	1.31	0.64	2.80	9.09	0.28	0.87	1.27	26.62
- Interest payments	0.66	1.34	0.05	0.04	0.14	0.11	0.52	1.78	0.05	0.03	0.11	4.83
• BDL Guaranteed Loan payments	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursement for purchase of gas and fuel	261.26	97.93	420.48	193.56	79.89	497.26	208.44	341.06	119.34	206.46	270.26	2,695.93
• KPC & SPC	261.26	97.93	420.48	193.56	79.89	497.26	208.44	341.06	119.34	206.46	270.26	2,695.93
• EGAS	-	-	-	-	-	-	-	-	-	-	-	-

Source: Ministry of Finance

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

► Transfers to EDL in Jan-Nov 2014 were LL 102.03 billion lower than the Jan-Nov 2013 level

Transfers from January to November 2014 were LL 102.03 billion lower than the amount paid during the same period in 2013, which stood at LL 2,829.40 billion. This was due to lower payments of debt service and lower reimbursement to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Treasury Transfers to EDL

(LL billion)	Nov 2013	Nov 2014	Jan-Nov 2013	Jan-Nov 2014	Change	% Change
EDL of which:	121.09	271.64	2,829.40	2,727.38	102.03-	-3.6%
Debt service, of which:	1.47	1.38	64.63	31.45	33.18-	-51.3%
• C-Loans, of which:	1.47	1.38	34.90	31.45	3.45-	-9.9%
- Principal payments	1.31	1.27	28.95	26.62	2.33-	-8.1%
- Interest payments	0.17	0.11	5.95	4.83	1.12-	-18.9%
• BDL Guaranteed Loan payments	-	-	29.72	-	29.72-	-100.0%
Reimbursement for purchase of gas and fuel	119.62	270.26	2,764.78	2,695.93	68.85-	-2.5%
• KPC & SPC	119.62	270.26	2,764.78	2,695.93	68.85-	-2.5%
• EGAS	-	-	-	-	-	-

Source: Ministry of Finance

► Payments to the two oil suppliers in Jan-Nov 2014 were LL 68.85 billion lower than their level during Jan-Nov 2013

The component "Reimbursement for purchase of Gas and Fuel" reached LL 2,695.93 billion in Jan-Nov 2014, down from LL 2,764.78 billion in Jan-Nov 2013.

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

	<i>Period covered in Jan-Nov 2013 Bill</i>	<i>Period covered in Jan-Nov 2014 Bill</i>	<i>% Change in Quantity Imported</i>
Gas Oil	May 2012-June 2013	May 2013-June 2014	8.77% ▼
Fuel Oil	Jul 2012-Aug 2013	Aug 2013- June 2014	13.99% ▲

➤ **From a price-effect viewpoint:**

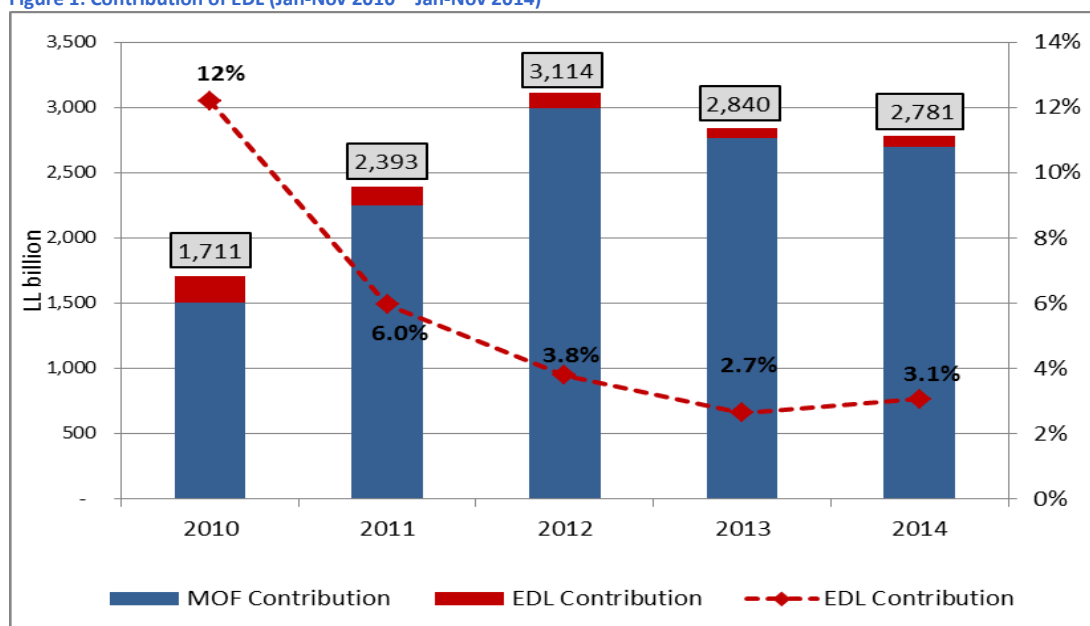
	<i>Jan-Nov 2013 Bill</i>	<i>Jan-Nov 2014 Bill</i>
Consumption Period	May 2012-Aug 2013	May 2013-June 2014
Average Price/Barrel	US\$ 108.93	US\$ 109.21
% Change in weighted average price of crude oil		0.257% ▲

III. Contribution of EDL out of the total oil bill

➤ ***EDL contributed 3.1 percent of the total oil bill in Jan-Nov 2014***

From a total oil bill of LL 2,781 billion in Jan-Nov 2014, EDL contributed by 3.1 percent to the cost of gas oil and fuel oil purchase¹. This figure was lower at 2.7 percent during the same period of 2013, out of a higher bill of LL 2,840 billion. In nominal terms, EDL’s contribution in Jan-Nov 2014 amounting LL86 billion, was higher than its contribution during Jan-Nov 2013, amounting LL 75 billion.

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



¹ The Treasury transferred LL 2,727.38 billion to cover EDL’s deficit in Jan-Nov 2014. Out of this amount, LL 2,695.93 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-Nov 2014 amounted to LL 2,781 billion, which correspond to around LL 2,695.93 billion of Treasury transfers plus around LL86 billions of payments made by EDL.

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

▶ *Transfers to EDL stands at 21.6 percent of primary expenditures during Jan-Nov 2014*

With primary expenditures at LBP 12,634 billion in Jan-Nov 2014, the share of transfers to EDL reached 21.6 percent, a slightly higher share than that paid in Jan-Nov 2013 that stood at 21.3 percent of total primary expenditures.

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

