

I. Treasury Transfers to EDL in February 2021

- In February 2021, treasury transfers to EDL reached LL 66.49 billion, for reimbursement of KPC and Sonatrach.

Table 1: Monthly Treasury transfers to EDL in Jan-Feb 2021

(LL billion)	Jan	Feb	Total
EDL of which:	43.23	66.49	109.72
Debt service (C-Loans and Eurobonds)	0	0	0
Reimbursement for purchase of gas and fuel	43.23	66.49	109.72
• KPC & SPC	43.23	66.49	109.72

Source: Ministry of Finance

II. Treasury Transfers to EDL in Jan-Feb 2021 in comparison with Jan-Feb 2020

- Transfers to EDL in Jan-Feb 2021 were LL 184.24 billion lower than the Jan-Feb 2020 level

Transfers in Jan-Feb 2021 were LL 184.24 billion lower than the amount paid in Jan-Feb 2020, which stood at LL 293.96 billion. This was mainly a result of lower payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Comparison of Treasury Transfers to EDL

(LL billion)	Jan-Feb 2020	Jan-Feb 2021	Change	% Change
EDL, of which:	293.96	109.72	-184.24	-62.7%
Debt Service (C-Loans and Eurobonds):	1.31	0.00	-1.31	-100%
-Principal Repayments	0.94	0.00	-0.94	-100%
-Interest Payments	0.36	0.00	-0.36	-100%
Reimbursement for purchase of gas and fuel	292.65	109.72	-182.93	-62.5%
• KPC & SPC	292.65	109.72	-182.93	-62.5%

- Payments to the two oil suppliers in Jan-Feb 2021 were LL 182.93 billion lower than their level during Jan-Feb 2020.

The component “Reimbursement of KPC and Sonatrach Agreements” reached LL 109.72 billion in Jan-Feb 2021, a fall from LL 292.65 billion in Jan-Feb 2020. This 62.5 percent decrease was mainly driven by lower average prices of crude oil and higher quantity of fuel oil.

- **From a quantity-effect viewpoint:**
 - % Change in Quantity of Fuel Oil imported: 83.72% ▼
 - % Change in Quantity of Gas Oil imported: 1.32 % ▼
- **From a price-effect viewpoint:**

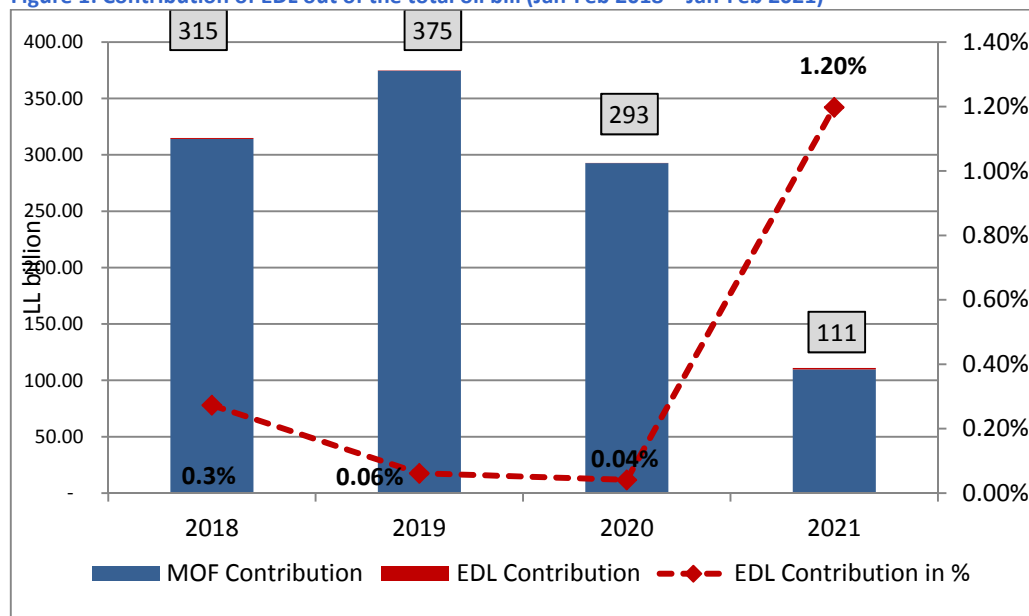
	Jan-Feb 2020 Bill	Jan-Feb 2021 Bill
Average Price/Barrel	US\$ 63.65	US\$ 59.37
% Change in weighted average price of crude oil	6.72% ▼	

III. Contribution of EDL out of the total oil bill

- *EDL contributed 1.20 percent of the total oil bill in Jan-Feb 2021*

From a total oil bill of LL 111.05 billion in Jan-Feb 2021¹, EDL contributed by around 1.20 percent to the cost of gas oil and fuel oil purchase. This figure was lower at 0.04 percent during the same period of 2020, out of a higher bill of LL 293 billion. In nominal terms, EDL's contribution was only LL 0.04 billion during the same period in 2020.

Figure 1: Contribution of EDL out of the total oil bill (Jan-Feb 2018 – Jan-Feb 2021)

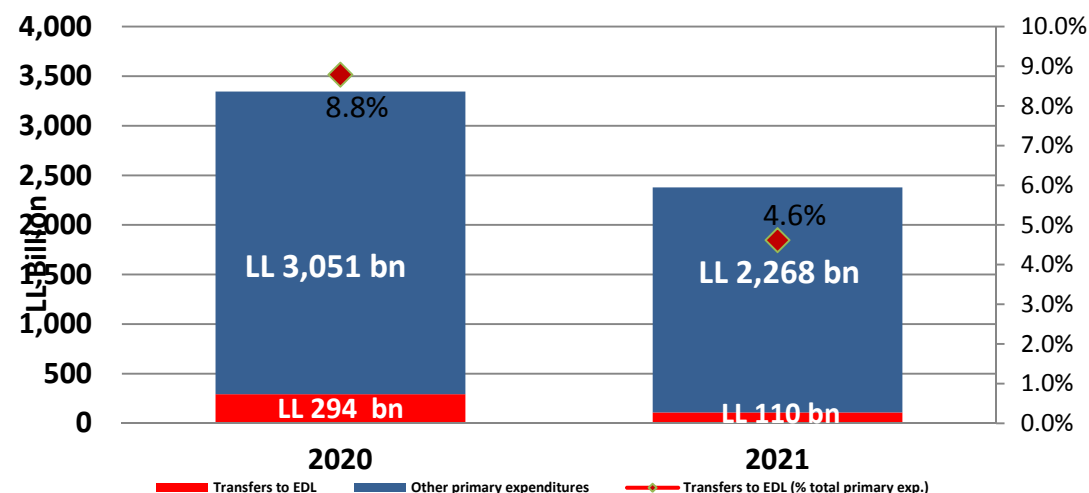


IV. Shares of “Transfers to EDL” out of Expenditures

- *Transfers to EDL constituted 4.6 percent of primary expenditures in Jan-Feb 2021*

With primary expenditures at LL 2,378 billion, the share of transfers to EDL reached 4.6 percent in Jan-Feb 2021. This share was higher at 8.8 percent in Jan-Feb 2020.

Figure 2: Transfers to EDL out of primary expenditures (Jan-Feb 2020 – Jan-Feb 2021)



¹ The Treasury transferred around LL 109.72 billion to cover EDL's deficit in Jan-February 2021. This entire amount represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-February 2021 amounted to LL 111.05 billion, which correspond to LL 109.72 billion of Treasury transfers plus LL 1.33 billion of payments made by EDL.