

## I. Treasury Transfers to EDL in November 2019

- *In November 2019*, treasury transfers to EDL reached LL 105.13 billion, as follows:
  - ⇒ Reimbursement of KPC and Sonatrach LL 105.12 billion
  - ⇒ Debt Service LL 0.01 billion

Table 1: Monthly Treasury transfers to EDL in Jan-Nov 2019

(LL billion)	Jan	Feb	Mar	April	May	June	July	August	Sep	Oct	Nov	Total
<b>EDL of which:</b>	<b>99.27</b>	<b>276.70</b>	<b>66.65</b>	<b>321.24</b>	<b>149.14</b>	<b>168.41</b>	<b>182.92</b>	<b>248.68</b>	<b>196.32</b>	<b>259.54</b>	<b>105.13</b>	<b>2074</b>
Debt service ( C-Loans and Eurobonds):	1.35	0.00	0.00	0.28	0.00	0.57	1.32	0.00	0.28	0.00	0.01	3.81
• Principal payments	0.94	0.00	0.00	0.25	0.00	0.51	0.94	0.00	0.25	0.00	0.00	2.90
• Interest payments	0.41	0.00	0.00	0.03	0.004	0.05	0.38	0.00	0.03	0.00	0.005	0.91
Reimbursement for purchase of gas and fuel	97.92	276.70	66.65	320.96	149.14	167.84	181.59	248.68	196.04	259.54	105.12	2070.19
• KPC & SPC	97.92	276.70	66.65	320.96	149.14	167.84	181.59	248.68	196.04	259.54	105.12	2070.19
Transfers to Electricity Syria	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Source: Ministry of Finance

## II. Treasury Transfers to EDL in Jan-November 2019 in comparison with Jan-November 2018

- *Transfers to EDL in Jan-Nov 2019 were LL 377.95 billion lower than the Jan-Nov 2018 level*

Transfers in Jan-November 2019 were LL 377.95 billion lower than the amount paid in Jan-November 2018, which stood at LL 2451.95 billion. This was mainly a result of lower payments to KPC and Sonatrach for fuel oil purchases, lower debt service and no transfers to Electricity Syria.

Table 2: Comparison of Treasury Transfers to EDL between 2018 and 2019

(LL billion)	Jan-November 2018	Jan-November 2019	Change	% Change
<b>EDL, of which:</b>	<b>2451.95</b>	<b>2074.00</b>	<b>377.95-</b>	<b>-15.4%</b>
Debt Service (C-Loans and Eurobonds):	9.04	3.81	5.23-	-57.7%
-Principal Repayments	7.89	2.90	4.99-	-63.2%
-Interest Payments	1.15	0.91	0.24-	-20.9%
Reimbursement for purchase of gas and fuel	2423.81	2070.19	353.62-	-14.6%
• KPC & SPC	2423.81	2070.19	353.62-	-14.6%
Transfers to Electricity Syria	19.10	0.00	19.10-	-100%

- *Payments to the two oil suppliers in Jan-November 2019 were LL 353.62 billion lower than their level during Jan-November 2018.*

The component “Reimbursement of KPC and Sonatrach Agreements” reached LL 2070.19 billion in Jan-November 2019, a fall from LL 2423.81 billion in Jan-November 2018. This 14.6 percent decrease was mainly driven by lower average prices of crude oil and lower quantity of fuel oil.

- **From a quantity-effect viewpoint:**
  - % Change in Quantity of Fuel Oil imported: 19.49% ▼
  - % Change in Quantity of Gas Oil imported: 1.72% ▲
- **From a price-effect viewpoint:**

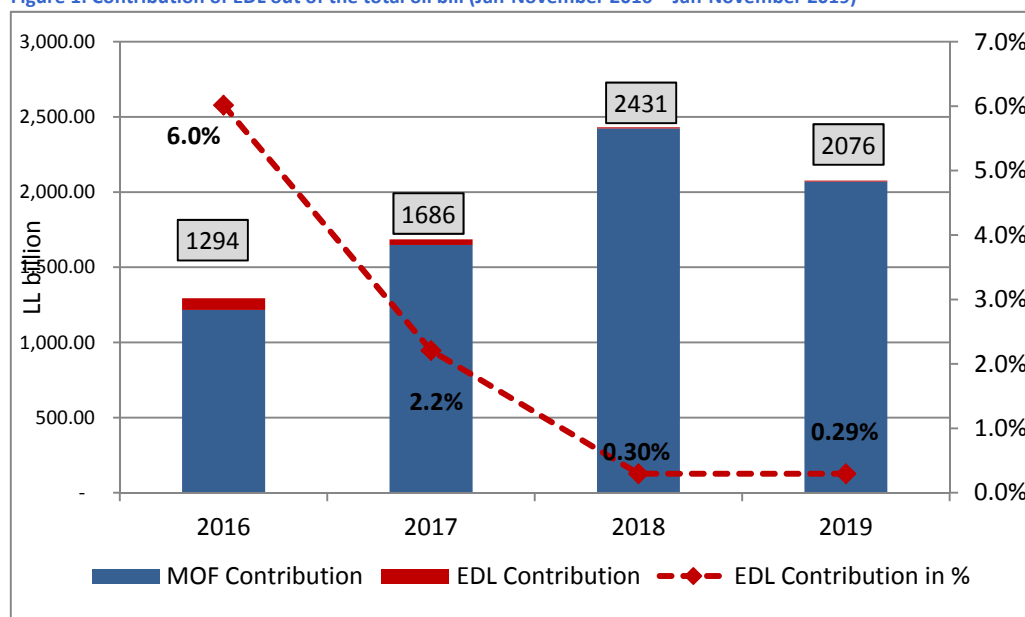
	Jan-November 2018 Bill	Jan-November 2019 Bill
Average Price/Barrel	US\$ 72	US\$ 64.22
% Change in weighted average price of crude oil		10.8% ▼

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

- EDL contributed 0.29 percent of the total oil bill in Jan-November 2019

From a total oil bill of LL 2076 billion in Jan-November 2019, EDL contributed by around 0.29 percent to the cost of gas oil and fuel oil purchase<sup>1</sup>. This figure was higher than the one related to the same period of 2018, out of a higher bill of LL 2431 billion. In nominal terms, EDL’s contribution was lower in Jan-November 2019, amounting to LL 6.12 billion, compared to LL 7.19 billion during the same period in 2018.

Figure 1: Contribution of EDL out of the total oil bill (Jan-November 2016 – Jan-November 2019)

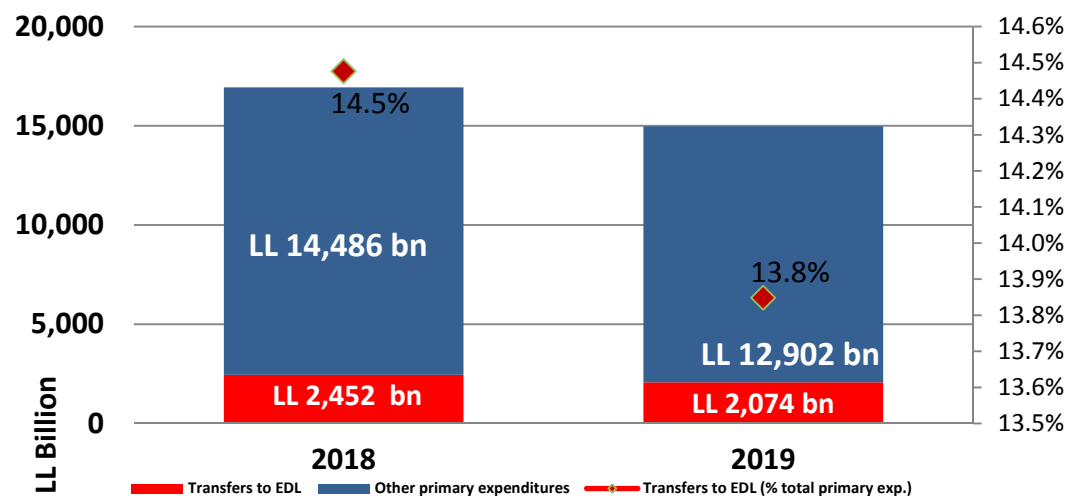


### IV. Shares of “Transfers to EDL” out of Primary Expenditures

- Transfers to EDL constituted 13.8 percent of primary expenditures in Jan-November 2019

With primary expenditures at LL 14,976 billion, the share of transfers to EDL reached 13.8 percent in Jan-November 2019. This share was higher at 14.5 percent in Jan-November 2018.

Figure 2: Transfers to EDL out of primary expenditures (Jan-November 2018 – Jan-November 2019)



<sup>1</sup> The Treasury transferred around LL 2074 billion to cover EDL’s deficit in Jan-November 2019. Out of this amount, LL 2070.19 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for November 2019 amounted to LL 2076.31 billion, which correspond to LL 2070.19 billion of Treasury transfers plus LL 6.12 billion of payments made by EDL.