

I. Treasury Transfers to EDL in April 2017

- ▶ In April 2017, treasury transfers to EDL reached LL 125.85 billion for reimbursement of KPC and Sonatrach.

Table 1: Monthly Treasury to EDL in Jan-April 2017

(LL billion)	Jan	Feb	Mar	April	Total
EDL of which:	95.14	213.93	110.75	125.85	545.66
Debt service (C-Loans and Eurobonds):	1.43	5.32	0.27	0.00	7.02
• Principal payments	0.94	4.99	0.24	0.00	6.16
• Interest payments	0.49	0.33	0.03	0.00	0.85
Reimbursement for purchase of gas and fuel	93.71	208.61	110.47	125.85	538.64
• KPC & SPC	93.71	208.61	110.47	125.85	538.64

Source: Ministry of Finance

II. Treasury Transfers to EDL in Jan-April 2017 in comparison with Jan-April 2016

- ▶ Transfers to EDL in Jan-April 2017 were LL 228.77 billion higher than the Jan-April 2016 level

Transfers in Jan-April 2017 were LL 228.77 billion higher than the amount paid in Jan-April 2016, which stood at LL 316.89 billion. This was mainly a result of higher payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Treasury Transfers to EDL

(LL billion)	Jan-April 2016	Jan-April 2017	Change	% Change
EDL, of which:	316.89	545.66	228.77	72.2%
Debt Service (C-Loans and Eurobonds):	8.28	7.02	1.26-	-15.2%
-Principal Repayments	7.13	6.16	0.97-	-14%
-Interest Payments	1.15	0.85	0.29-	-25.3%
Reimbursement for purchase of gas and fuel	308.61	538.64	230.03	74.5%
• KPC & SPC	308.61	538.64	230.03	74.5%

- ▶ Payments to the two oil suppliers in Jan-April 2017 were LL 230.03 billion higher than their level during Jan-April 2016.

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 538.64 billion in Jan-April 2017, rise from LL 308.61 billion in Jan-April 2016. This 74.5 percent increase was mainly driven by higher average prices of crude oil.

- **From a quantity-effect viewpoint:**
 - % Change in Quantity of Fuel Oil imported: 0.07% ▼
 - % Change in Quantity of Gas Oil imported: 8.73% ▼
- **From a price-effect viewpoint:**

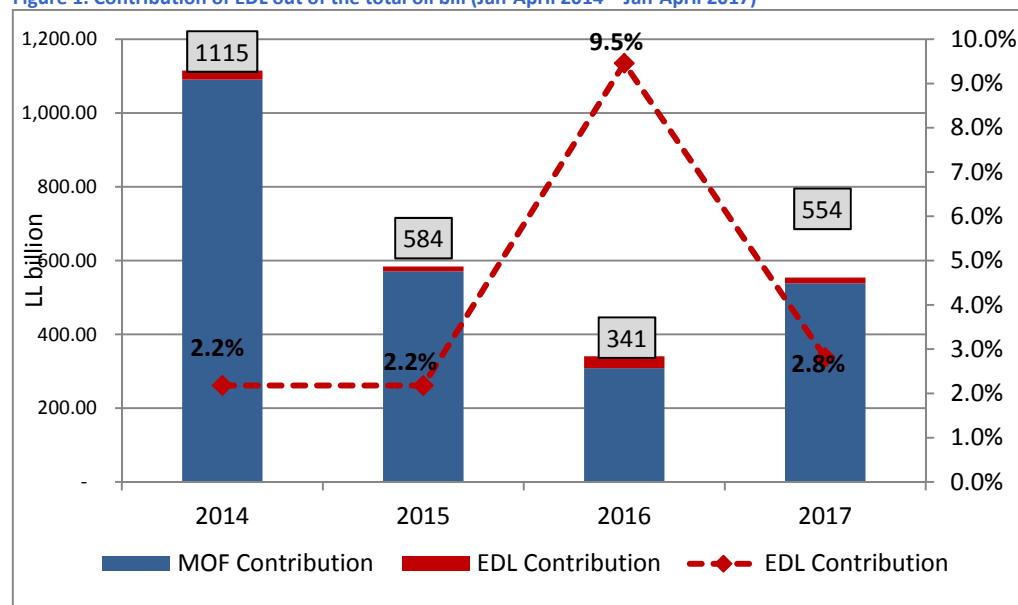
	Jan-April 2016 Bill	Jan-April 2017 Bill
Average Price/Barrel	US\$ 35.89	US\$ 53.20
% Change in weighted average price of crude oil		48.24% ▲

III. Contribution of EDL out of the total oil bill

- ▶ EDL contributed 2.8 percent of the total oil bill in Jan-April 2017

From a total oil bill of LL 554 billion in Jan-April 2017, EDL contributed by 2.8 percent to the cost of gas oil and fuel oil purchase¹. This figure was higher at 9.5 percent during the same period of 2016, out of a lower bill of LL 340.85 billion. In nominal terms, EDL's contribution was lower in Jan-April 2017, amounting to LL 16 billion, compared to LL 32 billion during the same period in 2016.

Figure 1: Contribution of EDL out of the total oil bill (Jan-April 2014 – Jan-April 2017)

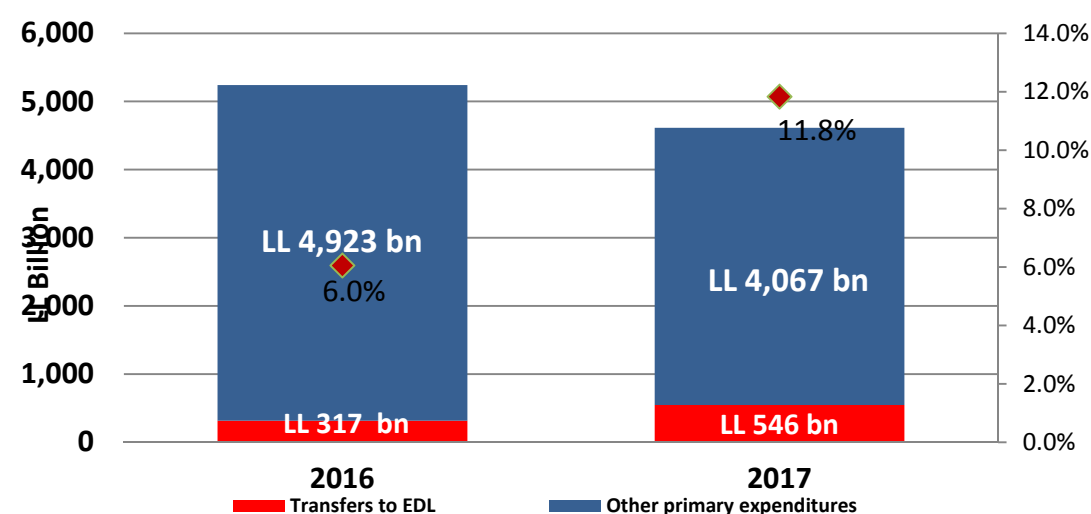


IV. Shares of “Transfers to EDL” out of Expenditures

- ▶ Transfers to EDL constituted 11.8 percent of primary expenditures in Jan-April 2017

With primary expenditures at LL 4,613 billion, the share of transfers to EDL reached 11.8 percent in Jan-April 2017. This share was lower at 6 percent in Jan-April 2016.

Figure 2: Transfers to EDL out of primary expenditures (Jan-April 2016 – Jan-April 2017)



¹ The Treasury transferred around LL 545.66 billion to cover EDL's deficit in Jan-April 2017. Out of this amount, around LL 538.64 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 2017 amounted to LL 554.25 billion, which correspond to LL 538.64 billion of Treasury transfers plus LL 15.61 billion of payments made by EDL.