

I. Treasury Transfers to EDL in October 2021

► In October 2021, there were no treasury transfers to EDL.¹

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

(LL billion)	Jan	Feb	March	April	May	June	July	Aug	Sep	Oct	Total
EDL of which:	43.23	66.49	218.08	59.33	31.09	99.60	126.77	54.56	-1.29	0.00	697.86
Debt service (C-Loans and Eurobonds):	0.00	0.00	0.29	0.00	0.00	0.58	0.00	1.34	0.28	0.00	2.49
• Principal payments	0.00	0.00	0.27	0.00	0.00	0.54	0.00	0.92	0.26	0.00	1.99
• Interest payments	0.00	0.00	0.02	0.00	0.00	0.04	0.00	0.41	0.02	0.00	0.50
Reimbursement for purchase of gas and fuel	43.23	66.49	217.79	59.33	31.09	99.02	126.77	53.22	-1.57	0.00	695.37
• KPC & SPC	43.23	66.49	217.79	59.33	31.09	99.02	126.77	53.22	-1.57	0.00	695.37

Source: Ministry of Finance

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

► Transfers to EDL in Jan-October 2021 were LL 416.15 billion lower than the Jan-October 2020 level

Transfers in Jan-October 2021 were LL 416.15 billion lower than the amount paid in Jan-October 2020, which stood at LL 1114.01 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-October 2020	Jan-October 2021	Change	% Change
EDL, of which:	1114.01	697.86	-416.15	-37.4%
Debt Service (C-Loans and Eurobonds):	2.72	2.49	-0.23	-8.6%
-Principal Repayments	2.26	1.99	-0.27	-12%
-Interest Payments	0.46	0.50	0.04	8.1%
Reimbursement for purchase of gas and fuel	1111.29	695.37	-415.92	-37.4%
• KPC & SPC	1111.29	695.37	-415.92	-37.4%

► Payments to the two oil suppliers in Jan-October 2021 were LL 415.92 billion lower than their level during Jan-October 2020.

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 695.37 billion in Jan-October 2021, a fall from LL 1111.29 billion in Jan-October 2020. This 37.4 percent decrease was mainly driven by lower quantities of fuel and gas oil.

- **From a quantity-effect viewpoint:**
 - % Change in Quantity of Fuel Oil imported: 41.05% ▼
 - % Change in Quantity of Gas Oil imported: 62.23% ▼
- **From a price-effect viewpoint:**

	Jan-October 2020 Bill	Jan-October 2021 Bill
Average Price/Barrel	US\$ 40.92	US\$ 67.52
% Change in weighted average price of crude oil		65.017% ▲

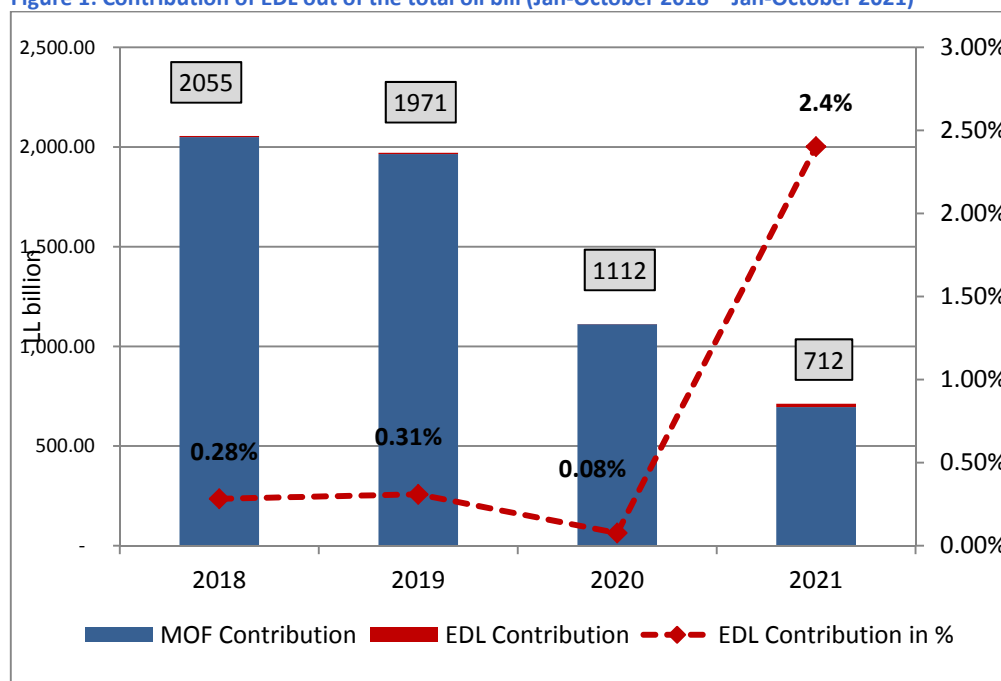
III. Contribution of EDL out of the total oil bill

► EDL contributed 2.4 percent of the total oil bill in Jan-October 2021

¹ In October 2021, LCs refund exceeded LCs blocked.

From a total oil bill of LL 712 billion in Jan-October 2021², EDL contributed by around 2.4 percent to the cost of gas oil and fuel oil purchase. This figure was lower at 0.08 percent during the same period of 2020, out of a higher bill of LL 1,112 billion. In nominal terms, EDL’s contribution was only LL 0.08 billion during the same period in 2020.

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

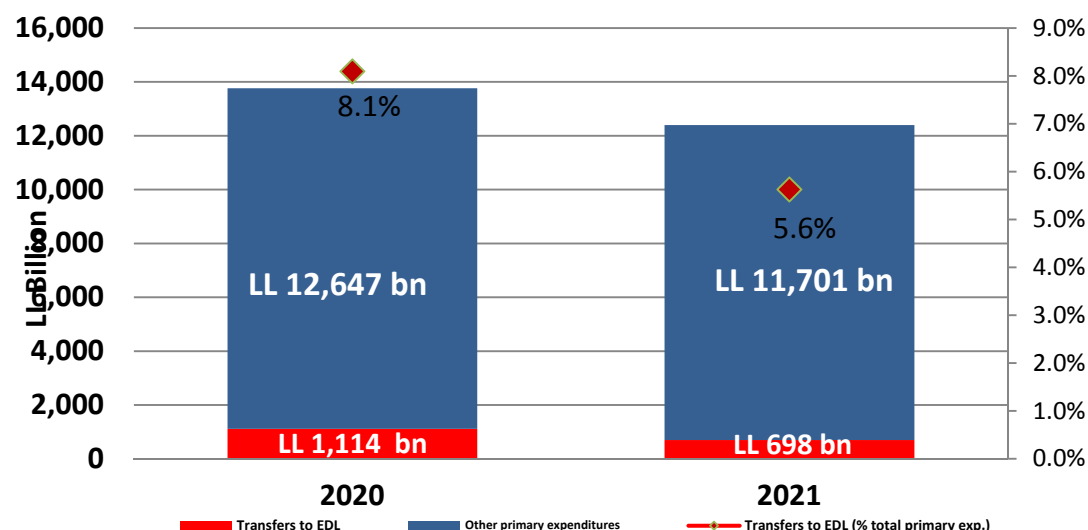


IV. Shares of “Transfers to EDL” out of Expenditures

- ▶ *Transfers to EDL constituted 5.6 percent of primary expenditures in Jan-October 2021*

With primary expenditures at LL 12,399 billion, the share of transfers to EDL reached 5.6 percent in Jan-October 2021. This share was higher at 8.1 percent in Jan-October 2020.

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



² The Treasury transferred around LL 697.86 billion to cover EDL’s deficit in Jan-October 2021. This entire amount represented the Treasury transfer to EDL (as shown in Table 2). However, the total oil bill for Jan-October 2021 amounted to LL 712.49 billion, which correspond to LL 695.37 billion of Treasury transfers plus LL 17.12 billion of payments made by EDL.