

I. Treasury Transfers to EDL in April 2020

- ▶ *In April 2020*, treasury transfers to EDL reached LL 127.72 billion, for Reimbursement of KPC and Sonatrach

Table 1: Monthly Treasury transfers to EDL in Jan-April 2020

(LL billion)	Jan	Feb	March	April	Total
EDL of which:	286.35	7.61	161.09	127.72	582.77
Debt service (C-Loans and Eurobonds):	1.31	0.00	0.28	0.00	1.59
• Principal payments	0.94	0.00	0.25	0.00	1.20
• Interest payments	0.36	0.00	0.03	0.00	0.39
Reimbursement for purchase of gas and fuel	285.04	7.61	160.81	127.72	581.18
• KPC & SPC	285.04	7.61	160.81	127.72	581.18

Source: Ministry of Finance

II. Treasury Transfers to EDL in Jan-April 2020 in comparison with Jan-April 2019

- ▶ *Transfers to EDL in Jan-April 2020 were LL 181.09 billion lower than the Jan-April 2019 level*

Transfers in Jan-April 2020 were LL181.09 billion lower than the amount paid in Jan-April 2019, which stood at LL 763.86 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-April 2019	Jan-April 2020	Change	% Change
EDL, of which:	763.86	582.77	-181.09	-23.7%
Debt Service (C-Loans and Eurobonds):	1.63	1.59	-0.05	-2.8%
-Principal Repayments	1.20	1.20	0.00	-0.00%
-Interest Payments	0.43	0.39	-0.05	-10.6%
Reimbursement for purchase of gas and fuel	762.23	581.18	-181.04	-23.8%
• KPC & SPC	762.23	581.18	-181.04	-23.8%

- ▶ *Payments to the two oil suppliers in Jan-April 2020 were LL 181.04 billion lower than their level during Jan-April 2019.*

The component “Reimbursement of KPC and Sonatrach Agreements” reached LL 581.18 billion in Jan-April 2020, a fall from LL 762.23 billion in Jan-April 2019. This 23.8 percent decrease was mainly driven by lower quantity of fuel and gas oil.

- **From a quantity-effect viewpoint:**
 - % Change in Quantity of Fuel Oil imported: 25.82% ▼
 - % Change in Quantity of Gas Oil imported: 17.39% ▼
- **From a price-effect viewpoint:**

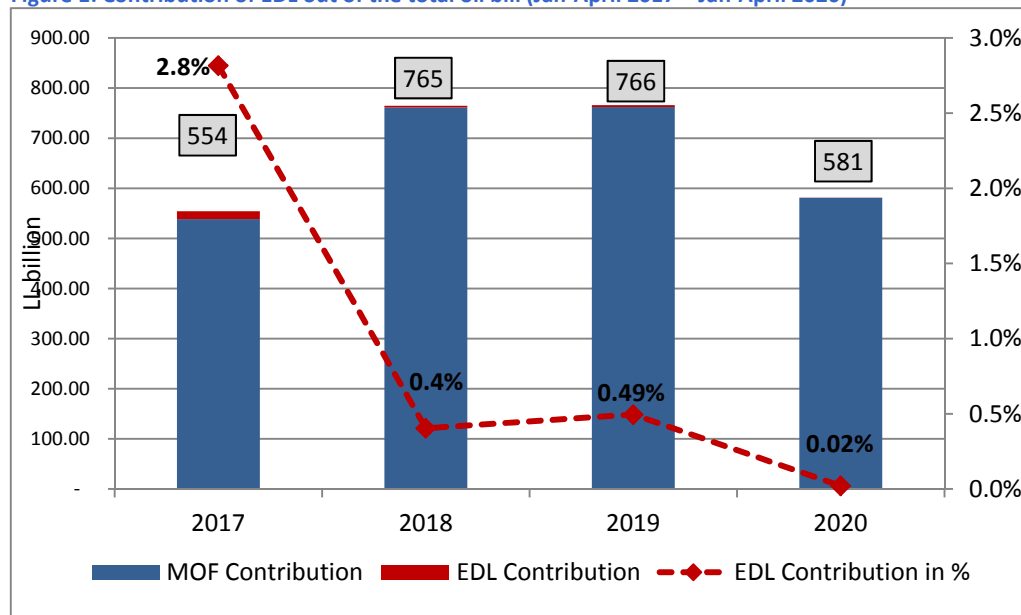
	Jan-April 2019 Bill	Jan-April 2020 Bill
Average Price/Barrel	US\$ 66.43	US\$ 41.96
% Change in weighted average price of crude oil		36.845% ▼

III. Contribution of EDL out of the total oil bill

► *EDL contributed 0.02 percent of the total oil bill in Jan-April 2020*

From a total oil bill of LL 581 billion in Jan-April 2020, EDL contributed by around 0.02 percent to the cost of gas oil and fuel oil purchase¹. This figure was higher at 0.49 percent during the same period of 2019, out of a higher bill of LL 766 billion. In nominal terms, EDL’s contribution was lower in Jan-April 2020, amounting to LL 0.12 billion, compared to LL 3.79 billion during the same period in 2019.

Figure 1: Contribution of EDL out of the total oil bill (Jan-April 2017 – Jan-April 2020)

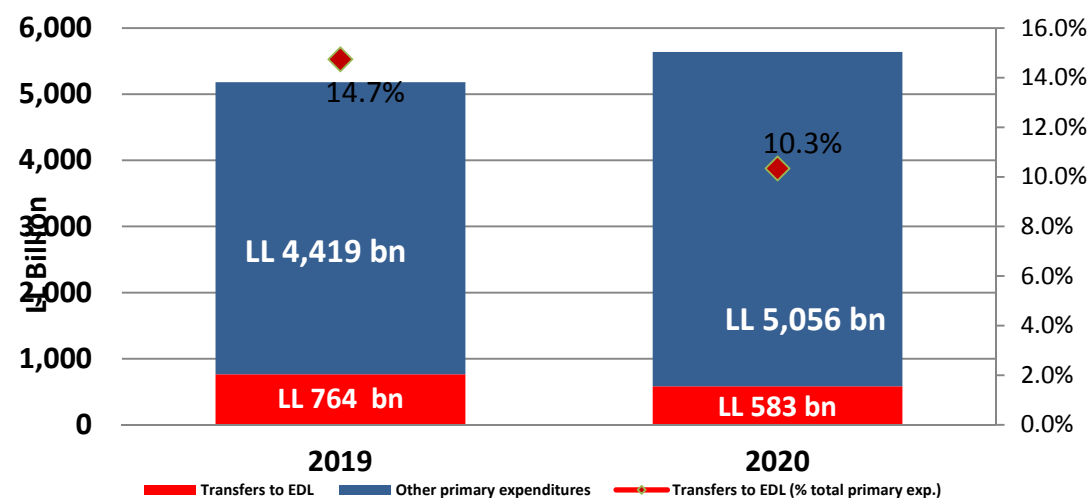


IV. Shares of “Transfers to EDL” out of Expenditures

► *Transfers to EDL constituted 10.3 percent of primary expenditures in Jan-April 2020*

With primary expenditures at LL 5,639 billion, the share of transfers to EDL reached 10.3 percent in Jan-April 2020. This share was higher at 14.7 percent in Jan-April 2019.

Figure 2: Transfers to EDL out of primary expenditures (Jan-April 2019 – Jan-April 2020)



¹ The Treasury transferred around LL 582.77 billion to cover EDL’s deficit in Jan-April 2020. Out of this amount, around LL 581.18 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 2020 amounted to LL 581.30 billion, which correspond to LL 581.18 billion of Treasury transfers plus LL 0.12 billion of payments made by EDL.