

I. Treasury Transfers to EDL in November 2021

- ▶ In November 2021, treasury transfers to EDL reached LL 97 billion, for Reimbursement of KPC and Sonatrach.

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

(LL billion)	Jan	Feb	March	April	May	June	July	Aug	Sep	Oct	Nov	Total
EDL of which:	43.23	66.49	218.08	59.33	31.09	99.60	126.77	54.56	-1.29	0.00	97.00	794.85
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	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	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	0.00	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	97.00	792.37
• KPC & SPC	43.23	66.49	217.79	59.33	31.09	99.02	126.77	53.22	-1.57	0.00	97.00	792.37

Source: Ministry of Finance

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

- ▶ Transfers to EDL in Jan-November 2021 were LL 427.01 billion lower than the Jan-November 2020 level

Transfers in Jan-November 2021 were LL 427.01 billion lower than the amount paid in Jan-November 2020, which stood at LL 1221.86 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-November 2020	Jan-November 2021	Change	% Change
EDL, of which:	1221.86	794.85	-427.01	-34.9%
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	1219.14	792.37	-426.77	-35%
• KPC & SPC	1219.14	792.37	-426.77	-35%

- ▶ Payments to the two oil suppliers in Jan-November 2021 were LL 426.77 billion lower than their level during Jan-November 2020.

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 792.37 billion in Jan-November 2021, a fall from LL 1219.14 billion in Jan-November 2020. This 35 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: 41.10% ▼
 - % Change in Quantity of Gas Oil imported: 62.74% ▼
- **From a price-effect viewpoint:**

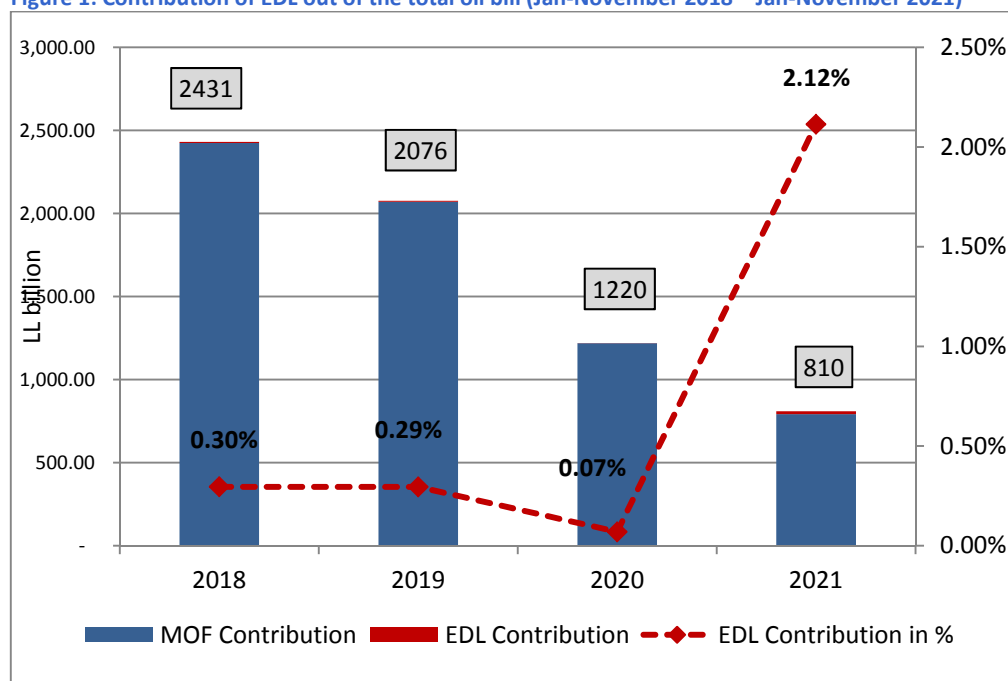
	Jan-November 2020 Bill	Jan-November 2021 Bill
Average Price/Barrel	US\$ 41.10	US\$ 68.82
% Change in weighted average price of crude oil		67.43% ▲

III. Contribution of EDL out of the total oil bill

- ▶ EDL contributed 2.12 percent of the total oil bill in Jan-November 2021

From a total oil bill of LL 810 billion in Jan-November 2021², EDL contributed by around 2.12 percent to the cost of gas oil and fuel oil purchase. This figure was lower at 0.07 percent during the same period of 2020, out of a higher bill of LL 1,220 billion. In nominal terms, EDL’s contribution was only LL 0.07 billion during the same period in 2020.

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

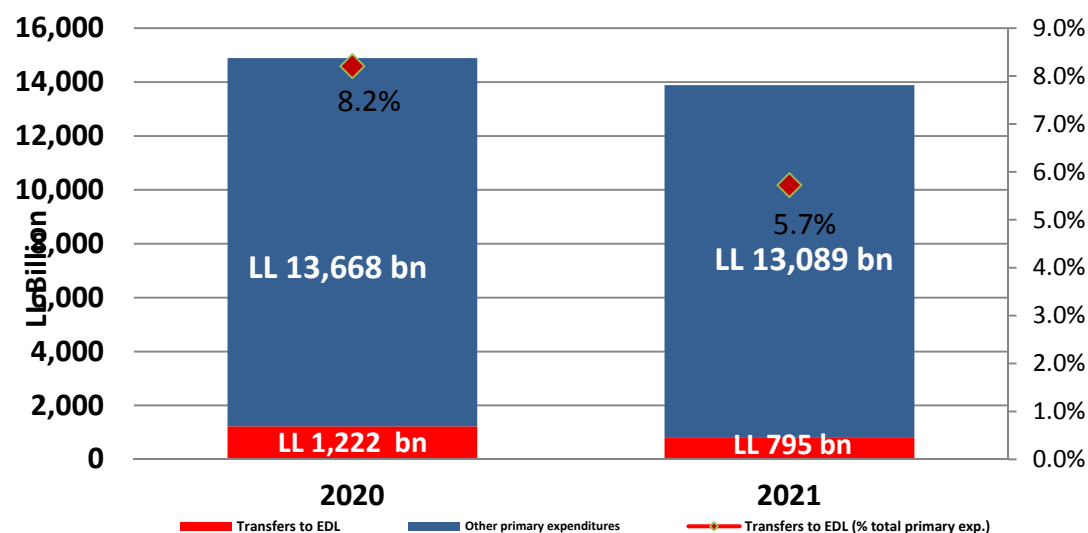


IV. Shares of “Transfers to EDL” out of Expenditures

- ▶ *Transfers to EDL constituted 5.7 percent of primary expenditures in Jan-November 2021*

With primary expenditures at LL 13,884 billion, the share of transfers to EDL reached 5.7 percent in Jan-November 2021. This share was higher at 8.2 percent in Jan-November 2020.

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



² The Treasury transferred around LL 794.85 billion to cover EDL’s deficit in Jan-November 2021. This entire amount represented the Treasury transfer to EDL (as shown in Table 2). However, the total oil bill for Jan-November 2021 amounted to LL 809.49 billion, which correspond to LL 792.37 billion of Treasury transfers plus LL 17.12 billion of payments made by EDL.