I. Treasury Transfers to EDL in August 2013

- ***In August 2013,*** treasury transfers to EDL reached LL 446.69 , as follows:
  - ⇒ Reimbursement of KPC and Sonatrach LL 437.09 billion
  - ⇒ Debt service LL 9.59 billion

Table 1: Monthly Treasury transfers to EDL in Jan-Aug 2013

(LL billion)	Jan	Feb	Mar	Apr	May	June	July	Aug	Total
EDL *of which:*	**204.92**	**230.86**	**426.56**	**229.86**	**219.62**	**107.98**	**409.26**	**446.69**	**2,275.76**
Debt service, *of which:*	**9.11**	**9.81**	**-**	**20.01**	**1.49**	**-**	**11.87**	**9.59**	**61.88**
• *C-Loan , of which:*	1.71	9.81	-	1.29	1.49	-	8.26	9.59	32.16
- Principal payments	*1.02*	*8.12*	-	*1.16*	*1.29*	-	*6.80*	*8.08*	*26.47*
- Interest payments	*0.69*	*1.70*	-	*0.13*	*0.19*	-	*1.46*	*1.51*	*5.68*
• BDL Guaranteed Loan payments	*7.39*	-	-	18.73	-	-	3.61	-	*29.72*
Reimbursement for purchase of gas and fuel	**195.81**	**221.05**	**426.56**	**209.85**	**218.14**	**107.98**	**397.39**	**437.09**	**2,213.88**
• KPC & SPC	*195.81*	*221.05*	*426.56*	209.85	218.14	107.98	397.39	*437.09*	2,213.88

Source: Ministry of Finance

II. Treasury Transfers to EDL in 2013 in comparison with 2012

- ***Transfers to EDL in January-August 2013 were LL 104.16 billion higher than the January-August 2012 level***

Transfers in January-August 2013 were LL 104.16 billion higher than the amount paid in January-August 2012, which stood at LL 2,171.6 billion. This was a result of higher payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Treasury Transfers to EDL

(LL billion)	**August 2012**	**August 2013**	**Jan- Aug 2012**	**Jan- Aug 2013**	**Change**	**% Change**
EDL, *of which:*	**306.00**	**446.69**	**2,171.60**	**2,275.76**	**104.16**	**5%**
Debt Service, *of which:*	**13.30**	**9.59**	**76.60**	**61.88**	**-14.72**	**-19%**
• C-Loans, *of which:*	13.30	9.59	40.20	32.16	**-8.04**	**-20%**
-Principal Repayments	*11.40*	*8.08*	*33.20*	*26.47*	**- 6.73**	**-20%**
-Interest Payments	*1.90*	*1.51*	*7.00*	*5.68*	**- 1.32**	**-19%**
• BDL-Guaranteed Loan Payments	-	-	*36.40*	*29.72*	**-6.68**	**-18%**
Reimbursement for purchase of gas and fuel	**292.70**	**437.09**	**2,095.00**	**2,213.88**	**118.88**	**6%**
• KPC & SPC	292.70	437.09	2,095.00	2,213.88	**118.88**	**6%**

Source: Ministry of Finance

- ***Payments to the two oil suppliers in January-August 2013 were LL 118.88 billion higher than their level during 2012***

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 2,213.88 billion in January-August 2013, up from LL 2,095 billion in January-August 2012. This 6 percent increase was mainly driven by higher quantity of gas oil purchases.

- ➢ From a quantity-effect viewpoint: gas oil imported in May 2012-March 2013 (paid in Jan-August 2013) is 14 percent higher than the quantity imported during May 2011-March 2012 (paid in January-August 2012). In return, fuel oil quantities imported during July 2012-July 2013 (paid in January-August 2013) decreased by 4 percent, compared to the fuel oil quantities imported during July 2011-July 2012 (paid in January-August 2012).
- ➢ From a price-effect viewpoint: the average oil price according to which the payments of January-August 2013 were 2 percent lower than that pertaining to January-August

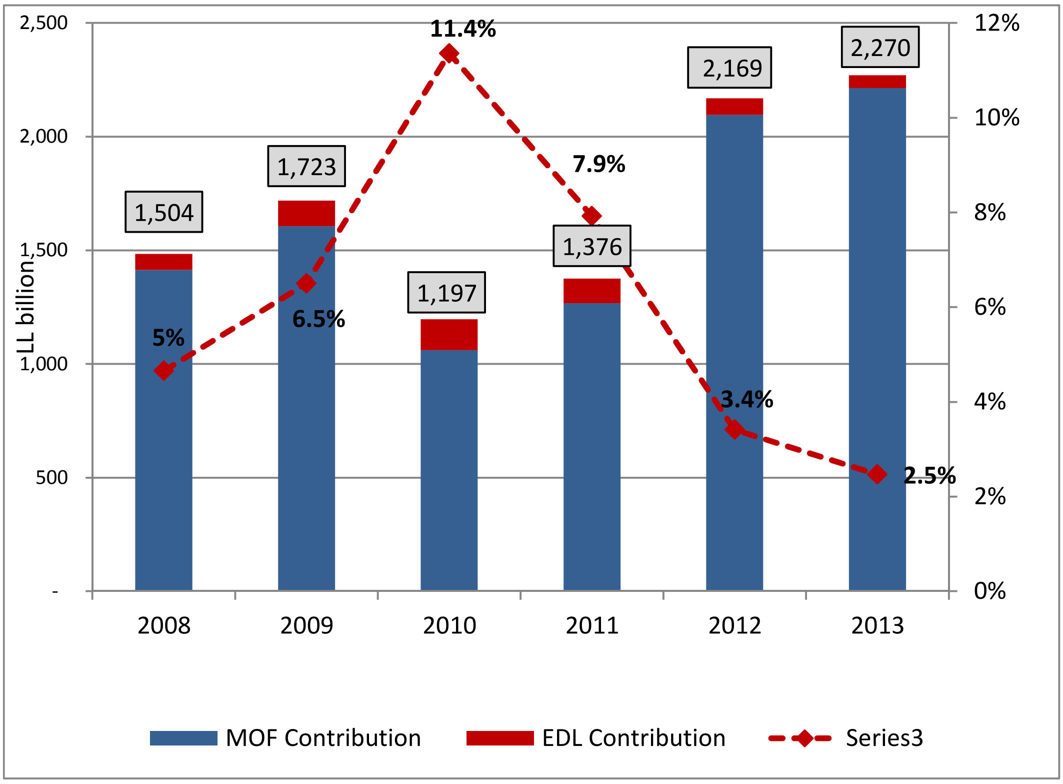
2012. This is due to the fact that January-August 2013 payments reflect consumption over the period May 2012-July 2013, where the weighted crude oil average prices were US$ 109.75/barrel. The January-August 2012 payments reflect consumption over the period May 2011-March 2012, where crude oil prices averaged US$ 112.1/barrel.

III. Contribution of EDL out of the total oil bill

- ***EDL contributed 2.5 percent of the total oil bill in January-August 2013***

With total oil bill of LL 2,270 billion paid in January-August[1], EDL contributed by 2.5 percent to repaying of KPC and Sonatrach. This figure was higher at 3.4 percent during the same period of 2012, out of a lower bill of LL 2,169 billion. In nominal terms, EDL paid higher contribution in January-August 2012, amounting to LL 74 billion compared to LL 56 billion during the same period of this year. The 3.4% figure of January-August 2013 represents a much lower contribution compared to that of January-August 2011, which amounted to LL 109 billion or 7.9 percent out of an oil bill of LL 1,376 billion.

Figure 1: Contribution of EDL (*Jan/Aug* 2008 – *Jan/Aug* 2013)



[1] The Treasury transferred around LL 2,275.76 billion to cover EDL's deficit in January-August 2013. Out of this amount, around LL 2,213.88 billion represented the Treasury transfer to purchase gas and oil (as shown in Table 2). However, the total oil bill for Jan-August 2013 amounted to LL 2,270 billion, which correspond to LL2, 214 billion of Treasury transfers plus LL 56 billion of payments made by EDL.

IV. Shares of "Transfers to EDL" out of Expenditures

- ***Transfers to EDL constituted 22.5 percent of primary expenditures in January-August 2013***

With primary expenditures at 10,124 billion in January-August 2013, the share of transfers to EDL reached 22.5 percent. The share of transfers out of primary expenditures was higher in January-August 2012, at 24.9 percent.

Figure 2: Transfers to EDL out of primary expenditures (*Jan/Aug* 2011 – *Jan/Aug* 2013)