I. Treasury Transfers to EDL in March 2015

- ***In March 2015,*** treasury transfers to EDL reached LL 161.30 billion, as follows:
  - ⇒ Reimbursement of KPC and Sonatrach LL 161.02 billion
  - ⇒ Debt Service LL 0.28 billion

Table 1: Monthly Treasury transfers to EDL in Jan-Mar 2015

(LL billion)	Jan	Feb	Mar	Total
EDL of which:	**187.83**	**126.43**	**161.30**	**475.56**
Debt service(C-loans and Eurobonds)	**1.56**	**8.69**	**0.28**	**10.53**
- *Principal payments*	*0.97*	*7.77*	*0.24*	*8.98*
- *Interest payments*	*0.59*	*0.92*	*0.04*	*1.55*
Reimbursement for purchase of gas and fuel	**186.28**	**117.74**	**161.02**	**465.03**
· KPC & SPC	186.28	117.74	161.02	465.03

II. Treasury Transfers to EDL in 2015 in comparison with 2014[1]

- ***Transfers to EDL in Jan-Mar 2015 were LL 451.74 billion lower than the Jan-Mar 2014 level***

Transfers in Jan-March 2015 were LL 451.74 billion lower than the amount paid in Jan-March 2014, which stood at LL 927.31 billion. This was mainly a result of lower payments to KPC and Sonatrach for fuel oil and gas oil purchases.

Table 2: Treasury Transfers to EDL

(LL billion)	Jan-Mar 2014	Jan-Mar 2015[3]	Change	% Change
EDL, *of which:*	**791.20**	**475.56**	**315.64-**	**-39.9%**
Debt Service (C-Loans and Eurobonds)*:*	**11.54**	**10.53**	**1.00-**	**-8.7%**
-Principal Repayments	*9.48*	*8.98*	*0.50-*	*-5.3%*
-Interest Payments	*2.05*	*1.55*	*0.50-*	*-24.4%*
Reimbursement for purchase of gas and fuel	**779.67**	**465.03**	**314.64-**	**-40.4%**
· KPC & SPC[1]	779.67	465.03	314.64-	-40.4%
· Adjusted 2014 KPC & SPC[2]	915.77	465.03	450.74-	-49.2%
Total adjusted Transfers to EDL[2]	**927.31**	**475.56**	**451.74-**	**-48.7%**

Notes:

(1) Figures of 2014 as published previously in PFM and EDL snapshot March 2014

(2) Year 2014 adjusted Transfers to EDL calculated on cash basis for comparison reasons

(3) Year 2015 Transfers to EDL are calculated on cash basis and published in the March 2015 PFM

Source: Ministry of Finance

- ***Payments to the two oil suppliers in Jan-Mar 2015 were LL 450.74 billion lower than their level during Jan-Mar 2014.***

The component "Reimbursement of KPC and Sonatrach Agreements" reached LL 465.03 billion in Jan-Mar 2015, down from LL 915.77 billion in Jan-Mar 2014. This 49.2 percent decrease was mainly driven by lower average prices of crude oil and lower quantity of fuel and gas oil purchases.

- **From a quantity-effect viewpoint:**
  - % Change in Quantity of Fuel Oil imported: 12.5% ▼
  - % Change in Quantity of Gas Oil imported: 7.16 % ▼
  -
- **From a price-effect viewpoint:**

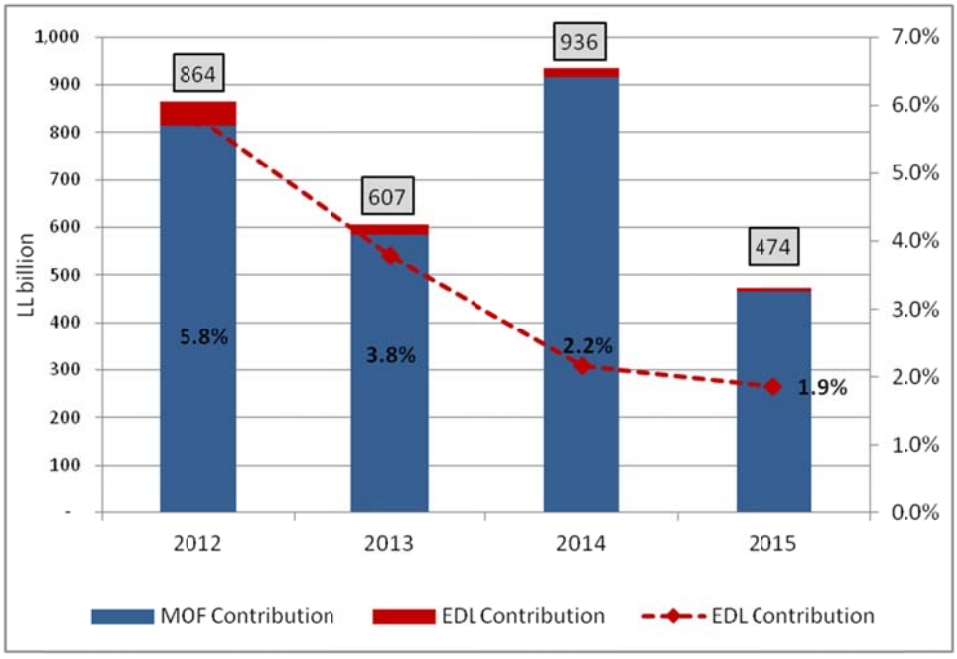
	Jan-Mar 2014 Bill	*Jan-Mar 2015 Bill*
Average Price/Barrel	US$ 108.02	US$ 53.59
% Change in weighted average price of crude oil	50.4% ▼	

III. Contribution of EDL out of the total oil bill

- ***EDL contributed 1.9 percent of the total oil bill in Jan-Mar 2015***

From a total oil bill of LL 474 billion in Jan-Mar 2015, EDL contributed by **1**.9 percent to the cost of gas oil and fuel oil purchase[1]. This figure was higher at 2.2 percent during the same period of 2014, out of a higher bill of LL 936 billion. In nominal terms, EDL's contribution was lower in Jan-Mar 2015, amounting to LL 9 billion, compared to LL 20 billion during the same period in 2014.

Figure 1: Contribution of EDL (Jan-Mar 2012 – Jan-Mar 2015)



[1] The Treasury transferred around LL 475.56 billion to cover EDL's deficit in Jan-Mar 2015. Out of this amount, around LL 465.03 billion represented the Treasury transfer to purchase gas oil and fuel oil (as shown in Table 2). However, the total oil bill for Jan-Mar 2015 amounted to LL 473.8 billion, which correspond to LL465.03 billion of Treasury transfers plus LL 8.77 billion of payments made by EDL.

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

- *Transfers to EDL constituted 14.2 percent of primary expenditures in Jan-Mar 2015*

With primary expenditures at LL 3351 billion, the share of transfers to EDL reached 14.2 percent. This share was higher at 25.8 percent in Jan-March 2014.

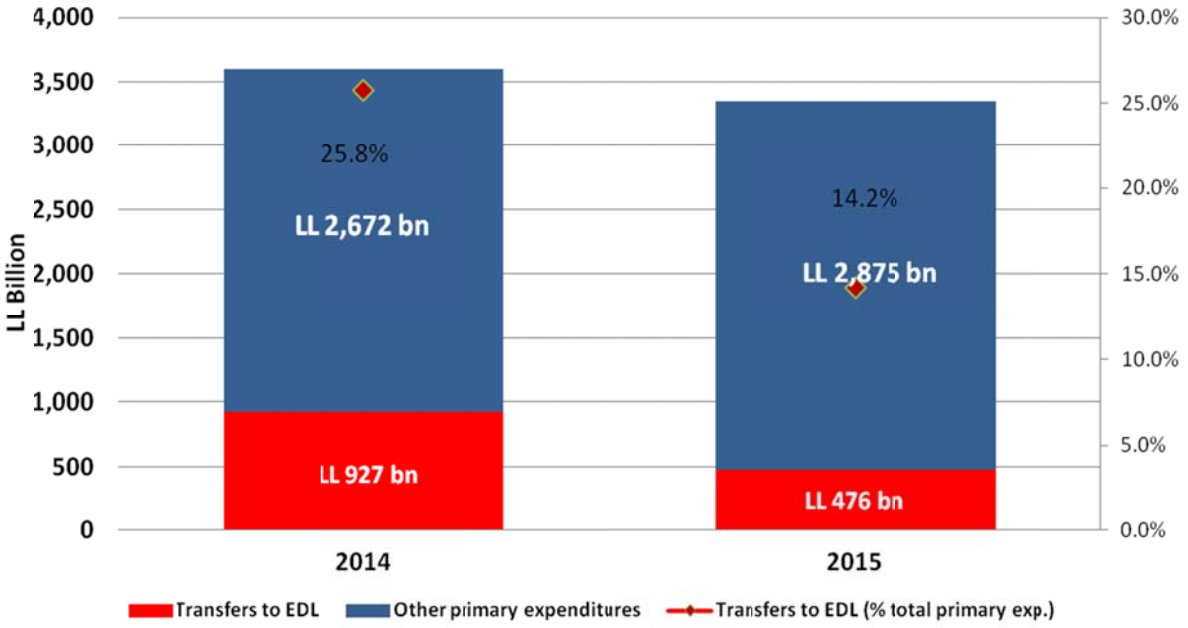



Figure 2: Transfers to EDL out of primary expenditures (Jan-Mar 2014 / Jan-Mar 2015)