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# Azerbaijani Oil Income in March 2015

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Dilara Aliyeva 115, Baku 1009  
AZERBAIJAN

Phone; (99412) 5970691  
(99412) 4975684  
Fax (99412) 4975684  
Email; [cesd.az@gmail.com](mailto:cesd.az@gmail.com)  
[info@cesd.az](mailto:info@cesd.az)  
URL; [www.cesd.az](http://www.cesd.az)

Baku, April 07, 2015

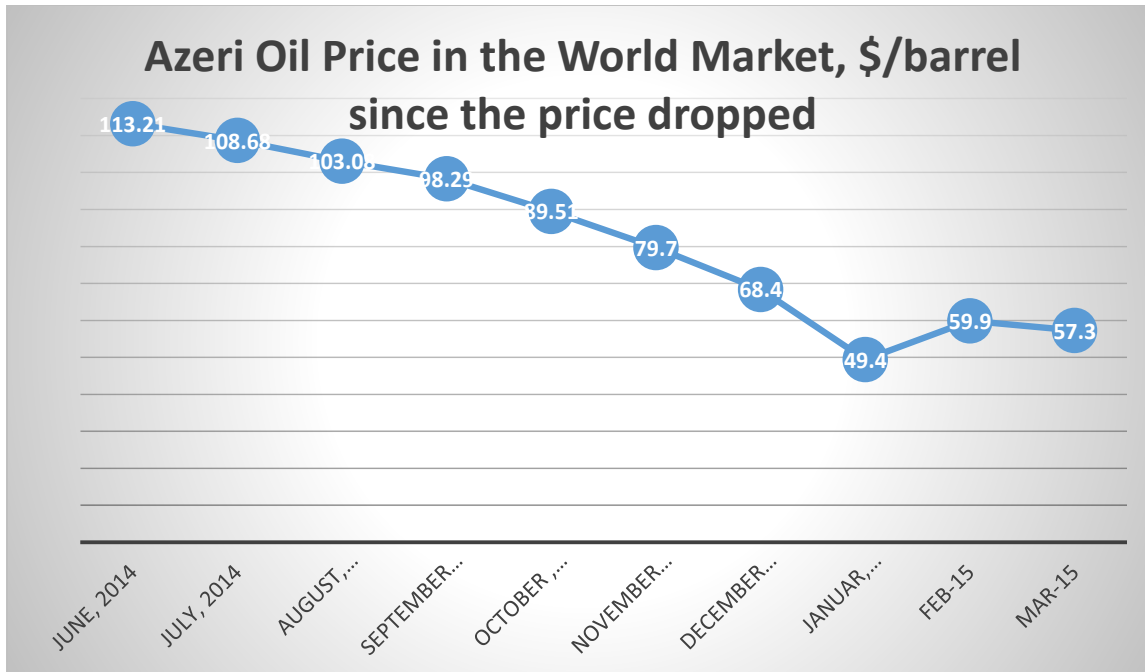
# Azerbaijani Oil Income in March 2015

## *Oil export declined by 26.0 % in March 2015*

Azerbaijan exported 1 million 396 thousand tonnes oil was exported through all existing pipelines in March 2015. SOCAR Marketing and Economic Operations Department exported 169 thousand 470 tons of crude oil from the Novorossiysk Port, 254 thousand 3 tons of crude oil from the Supsa Port, and 1 million 226 thousand 280 tons of crude oil from the Ceyhan Port in March 2015. In general, 423 thousand 785 tons of crude oil were exported from the Novorossiysk Port, 762 thousand 290 tons of crude oil - from the Supsa Port, and 4 million 554 thousand 399 tons of crude oil from the Ceyhan Port during January-March 2015. The indices of crude oil exported by the SOCAR reflect the volumes of crude oil belonging to both State of Azerbaijan and Company.

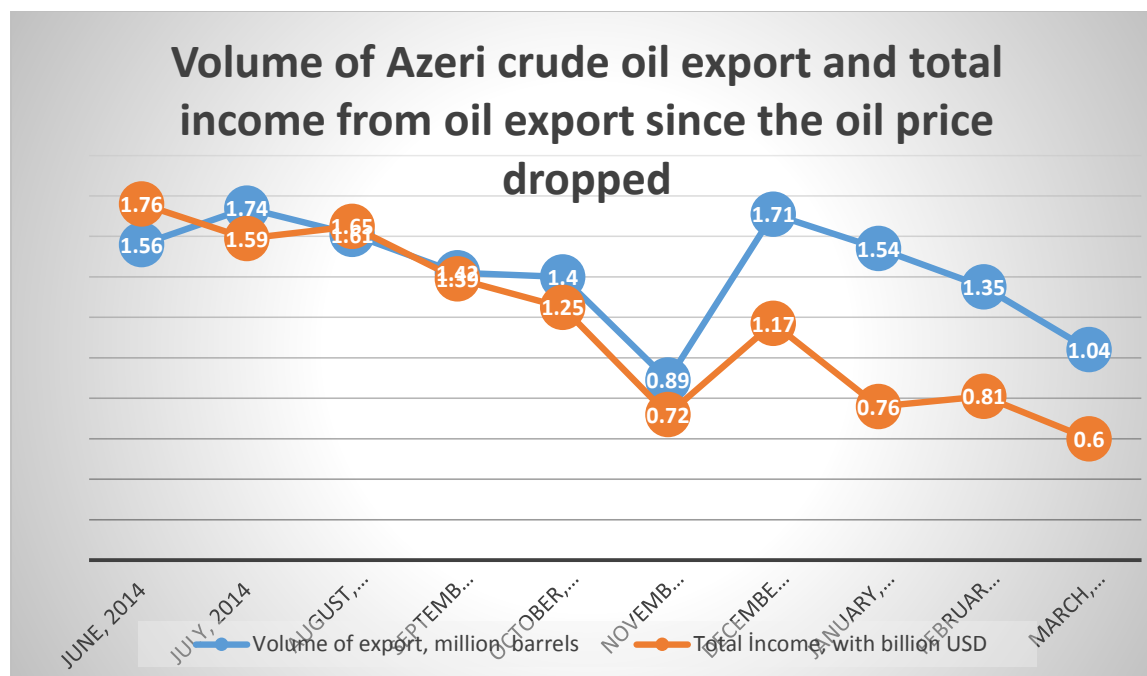
Azerbaijani oil export declined by 26.0 % in March compared with February 2015. Reminded here that the country exported 1,885 million tones crude oil to the world market in February 2015. Oil export volume in March is also lower than January 2015 since Azerbaijan exported 1 million 697 thousand 768 tones crude oil through Baku-Tbilisi-Ceyhan (BTC) pipeline in January 2015.

Average price for the crude Azerbaijani oil was \$ 57.33 per barrel ion March 2015. Azerbaijani crude oil price declined last month compared to previous one, too. Average price for Azeri crude oil in February 2015 was \$ 59.99 US per barrel. It means Azeri crude oil price declined by 5.0 % in the world market last month compared with February 2015.



**Source:** State Oil Company of Azerbaijan Republic and CESD calculations, April 2015

The graph shows that Azeri oil price has declined by about 2.0 times in the last 9 months. Azeri oil price has never had such a sharp decline since the first oil was pumped from Baku through BTC in 2005.



**Source:** State Oil Company of Azerbaijan Republic and CESD calculations, April 2015

The graph shows that oil income in March 2015 decreased by 16.0 % compared previous month meanwhile the export volume dropped by 26.0 % and the price declined by 5.0 % in the indicated period. If the country received only \$ 600 million US in March 2015, but income was \$ 1.76 billion US in June 2014. It confirms that dropped oil price in the world market has dramatically decreased Azerbaijan’s revenues.

Note that, gross income implies the currency entering to the country from sale of oil included with AIOC oil revenues. Profit after deducting costs from revenues defined the amount of oil in value. This is sharing in accordance with the production sharing funds between the Government of Azerbaijan and AIOC.