



**MOLDOVATRANSGAZ**

# **TransBalkan Route readiness**

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**update**

# Natural gas transmission volumes as of June 2022

## For Republic of Moldova consumers

Grebenyky - 655 tcm/day

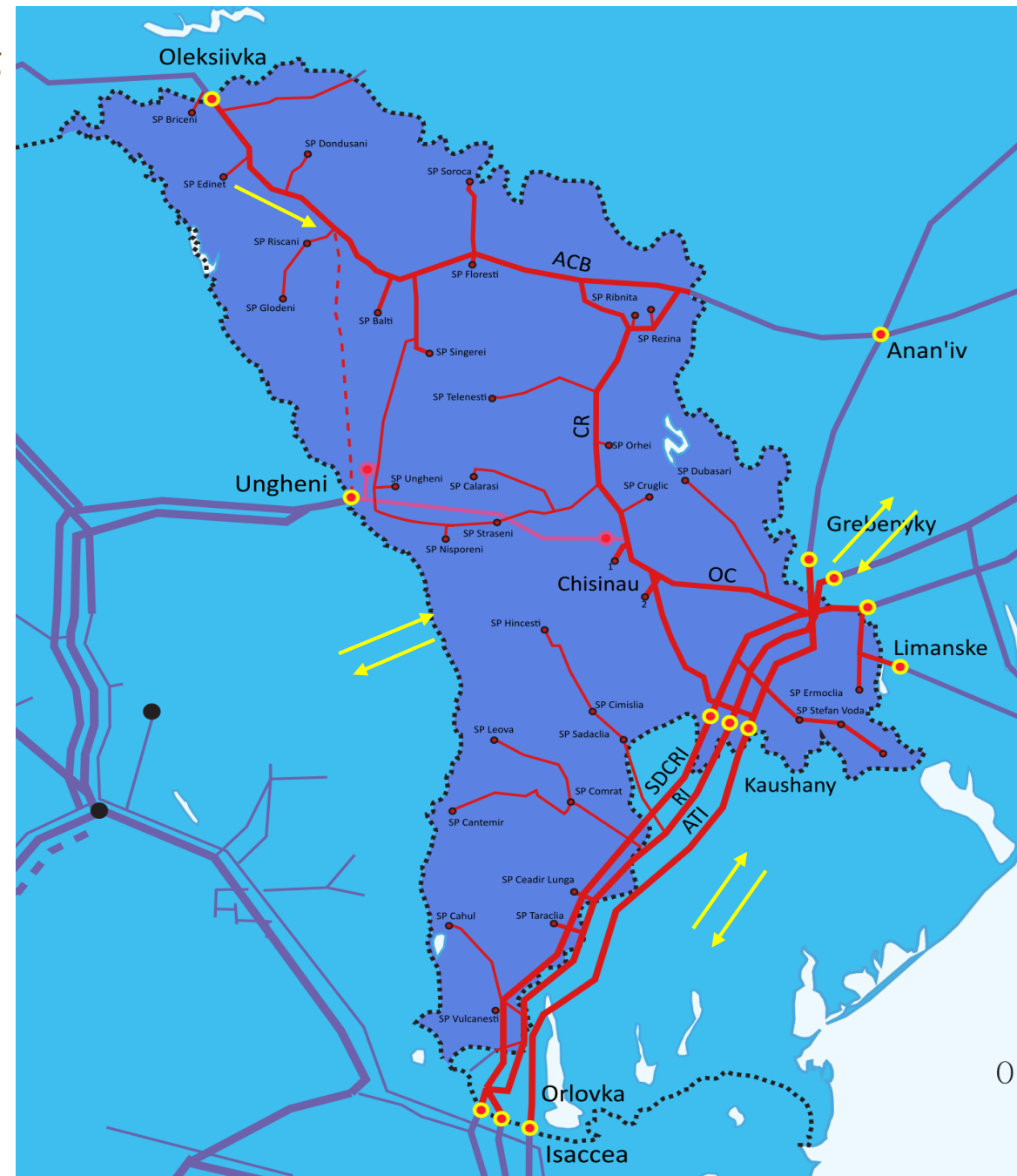
Oleksiivka - 274 tcm/day

## For Transnistrian Region

Grebenyky - 4 mcm/day

Oleksiivka - 426 tcm/day

## For Ukrainian consumers – 8 tcm/day



## ***Background comment:***

### ***A short overview regarding the natural gas transportation***

- ✓ **Since the last update, no changes have occurred, Moldovatrangaz SRL is operating the system in its usual working regime and is providing the services according to the signed contracts.**
- ✓ **No gas interruptions or restrictions have been registered since the Ukrainian crisis started.**
- ✓ **In case of temporary interruption of the natural gas flow through IP Oleksiivka or IP Grebenyky, Moldovatrangaz is ready to ensure the transmission of the natural gas in reverse flow through IP Kaushany, from Romanian side (IP Isaccea) as well as through IP Tohatin, through the gas pipeline Iasi-Ungheni-Chisinau.**
- ✓ **The transmitted volumes are mainly for domestic consumption.**
- ✓ **Transit is reduced to the volumes for Ukrainian cross boarder consumers.**
- ✓ **Regardless of the number of signed contracts by Moldovatrangaz with international shippers/traders, there are no planned volumes for transit in the near future.**

## Achievements



- ✓ **Contract signed between Moldovatrangaz and Tiraspoltrangaz on *transfer of the right to use the property***



- ✓ **Collaboration with Romanian Commodities Exchange (BRM)**

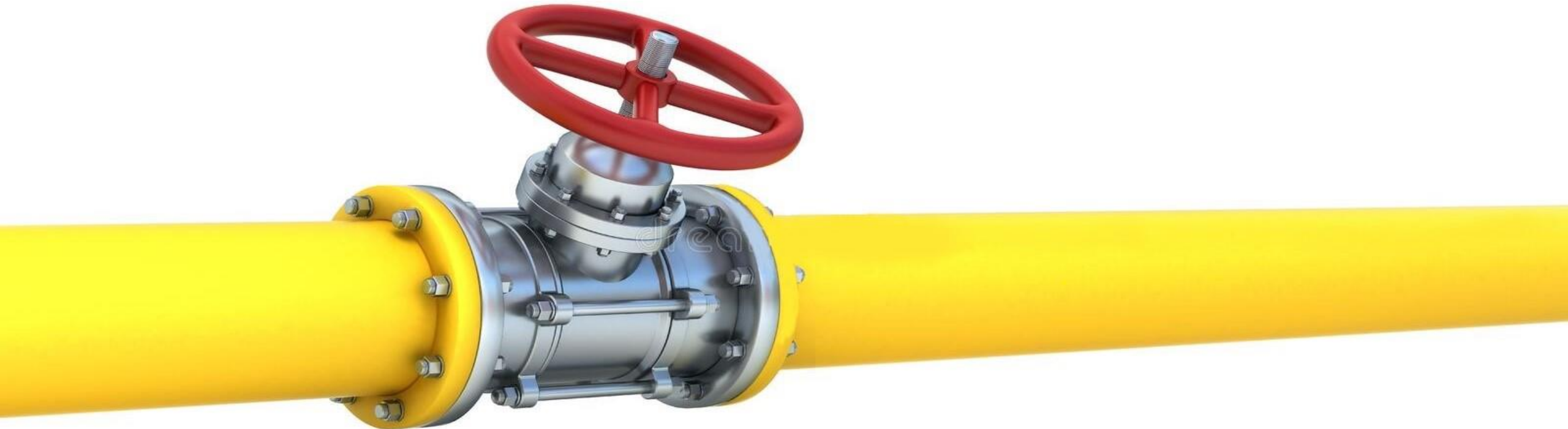


- ✓ **First natural gas transaction on Moldovan gas market took place in May 2022, between Moldovagaz and Energocom (24,5 mcm)**

## ***Background comment:***

- ✓ **Contract signed between Moldovatransgaz and Tiraspoltransgaz on *transfer of right to use the property / gaspipelines (approved by ANRE):***
  - **According to the contract, MTG assumes all contractual and operational obligations, as well as any responsibility in case of unforeseen situations occurred, while transiting gas through Transnistrian region.**
  - **The traders' risk was practically excluded.**
  
- ✓ **Collaboration with Romanian Commodities Exchange BRM-East Energy:**
  - **ANRE approved BRM (RCE) on 07th of April 2022 as the operator of the Moldovan energy transaction platform;**
  - **BRM has organized trainings for MTG on accessing and using the platform and concluding the documents regulating the relationships between the Platform participants;**
  - **MTG has signed with BRM East Energy (BRM branch registered in Moldova) the agreement for participation on Spot and Medium and Long term standardized products market, thus becoming the first client of the BRM East Energy.**
  
- ✓ **First natural gas transaction on Moldovan wholesale gas market took place in May 2022, between Moldovagaz and Energocom for a volume of 24,5 mcm.**
  - **All the procedures were made according to the new Market Rules.**

- 1. Developing of a liquid wholesale market**
- 2. Backhaul implementation**
- 3. Construction of the new gas transmission pipeline Ungheni - Drochia**



## ***Background comment:***

### **✓ Developing a liquid wholesale market**

- As it was pointed out earlier, collaboration with BRM made possible to progress in creating the proper conditions and mechanisms for facilitating transactions on the Moldovan gas market.
- In our view, further development of the market liquidity depends on the number of traders/suppliers that will come to make business on the internal market.

### **✓ Backhaul implementation**

- The subject is at the last stage of approval by the Moldovan Government.

### **✓ Security of supply: diversification of the gas supply routes**

- In the context of current regional situation, diversification of gas supply routes become even more actual
- the Project "Construction of the natural gas transmission pipeline Ungheni-Drochia (length - 100 km; daily capacity - 4,5 mcm)" has been designed as a SoS project, being included in the Infrastructure Development Plan of Moldovatrangaz (and Vestmoldtrangaz).
- The main project objective – building interconnection between Romanian gas transmission system and North Western part of Ukraine (Bogorodchany gas storage facilities).
- Scope: strengthening the energy security of the country (and the region).