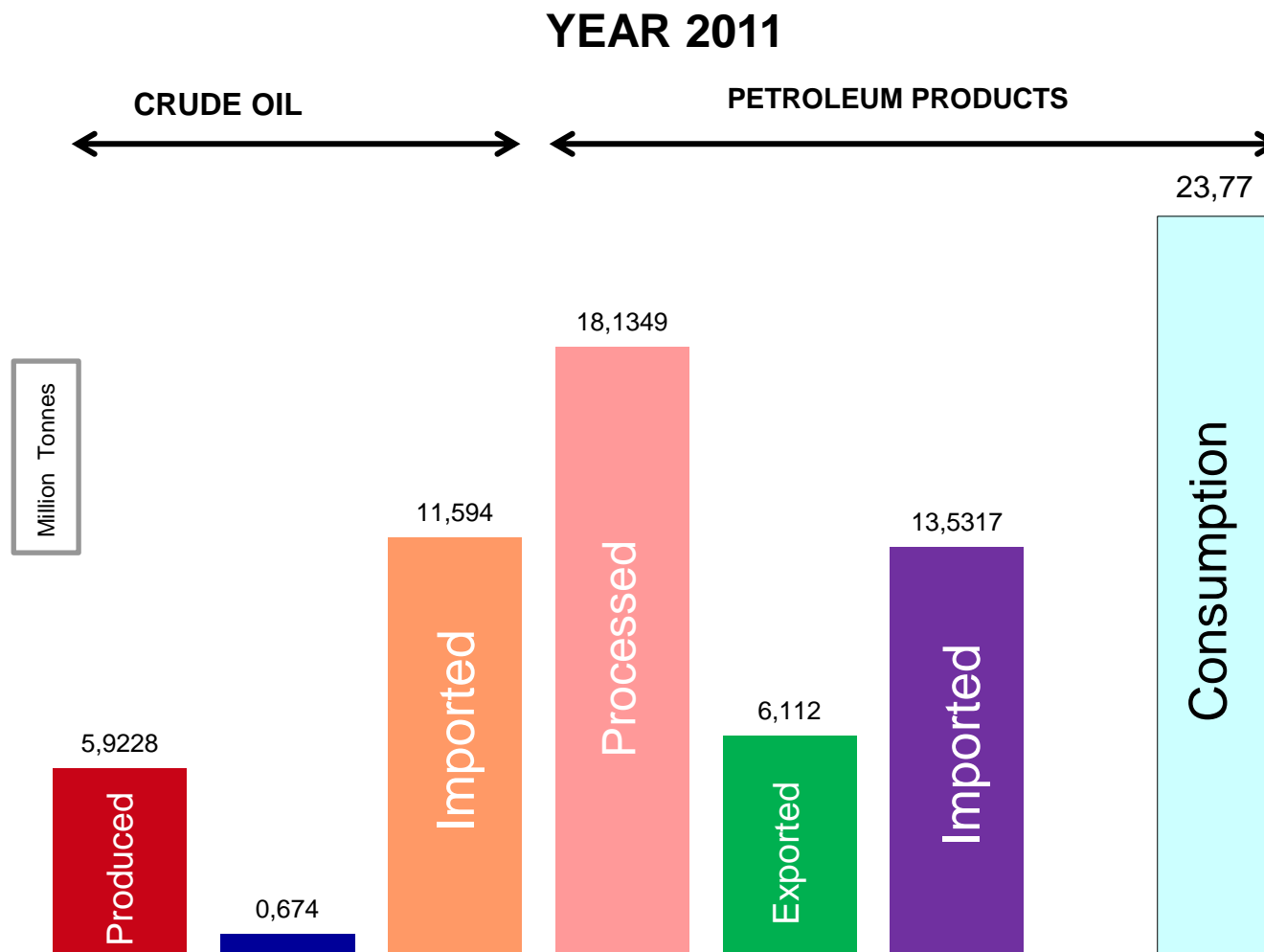


- **MAIN ELEMENTS OF DIRECTIVE 2009/119/EC**
- **AGREEMENT ON THE NEXT STEPS - IN THE LIGHT OF THE 4<sup>TH</sup> OIL FORUM**

YEAR 2011

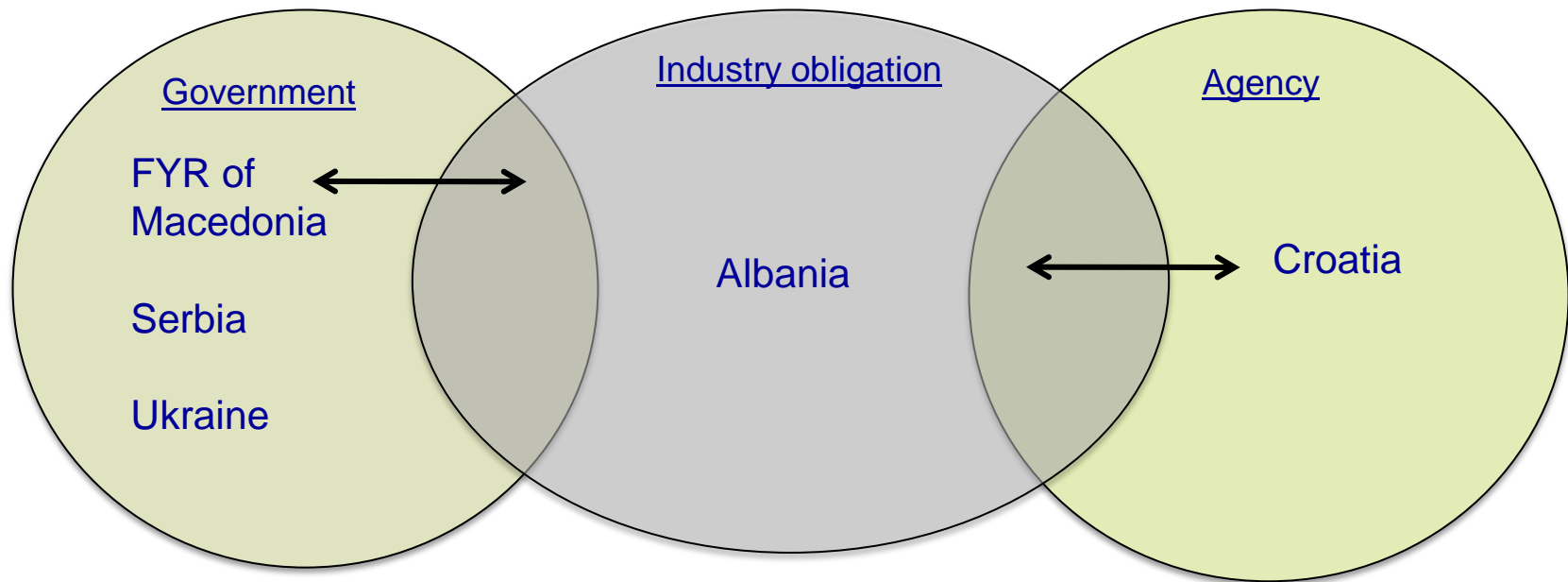


**CONTRACTING PARTIES**

# OIL STOCK-HOLDING POLICY

## CURRENT SITUATION

Oil Stock-Holding Policies in the Contracting Parties - which reflect differences in oil market structure, geography, and emergency response policy choices



No Stockholding Policy: Bosnia and Herzegovina, Moldova, Montenegro, Kosovo\*

\* This designation is without prejudice to positions on status, and is in line with UNSCR 1244 and the ICJ Opinion on the Kosovo declaration of independence.

## CURRENT OIL STOCKS SITUATION (1)

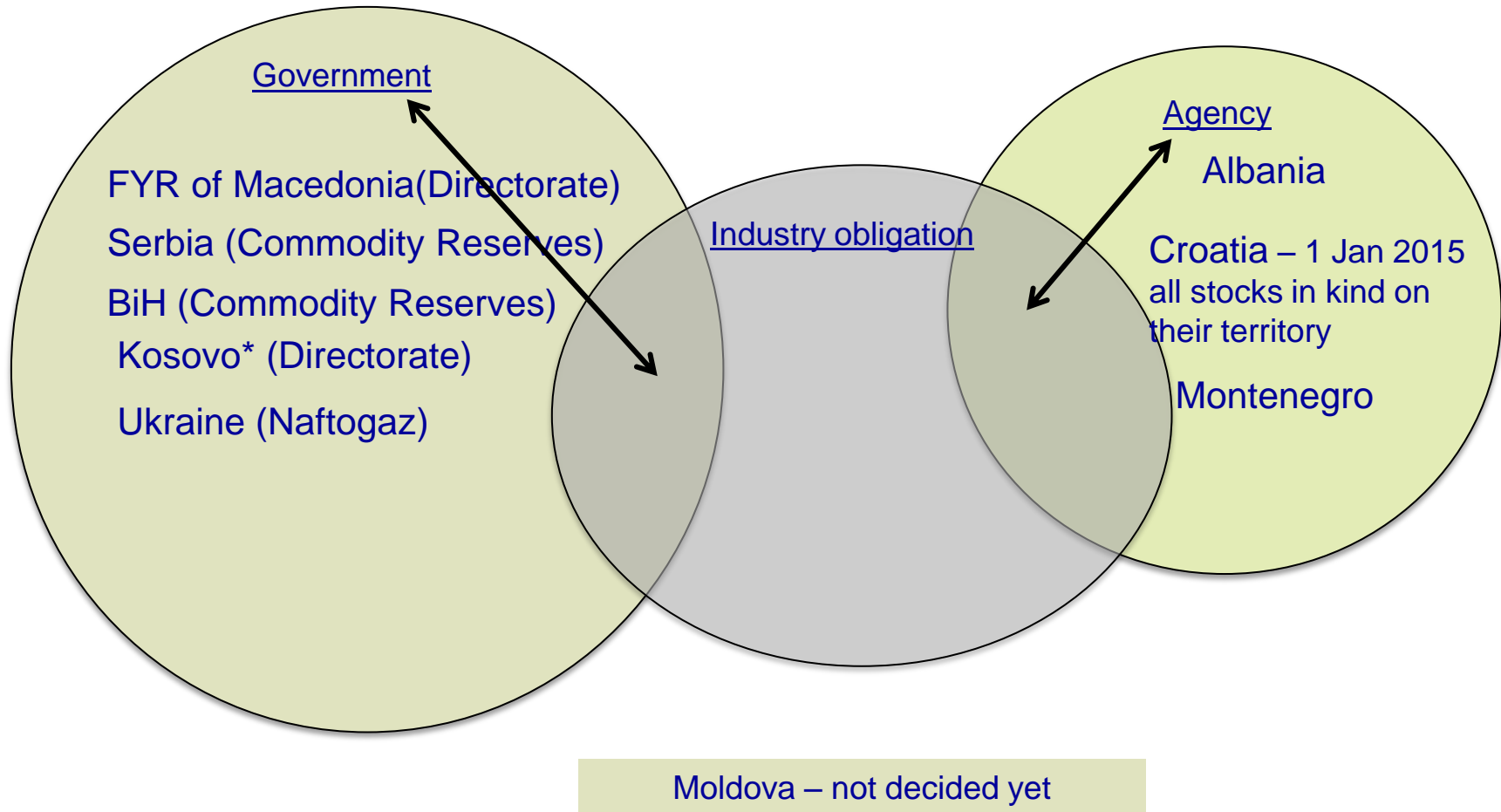
- One Contracting Party (Croatia) fulfilled the obligation of Oil Stocks in amount of 90 days consumption by 31 July 2012. In overall - achieved in less than 6 years. The final target: To hold all stocks in kind on the territory of Croatia by 31 December 2014
- Three Contracting Parties (Albania, FYR of Macedonia and Serbia) have already the legal frame work in place but need to be amended in compliance with the Directive 2009/119/EC
  - ✓ Albania and FYR of Macedonia have both established inter-ministerial working groups which are reviewing the existing legal and institutional framework. The internal adoption deadlines are mid of next year (2013).
  - ✓ Serbia – draft Law on oil stocks management is prepared and sent to other Ministries. According to this Draft Law - 1 January 2014 is proposed as a date of starting the process of establishing mandatory oil stocks. Planned to be adopted within 2013
- Two Contracting Parties (Montenegro and Kosovo\*) have approved their primary legislation and are in process of drafting the secondary legislation. The current progress is not as it was expected

## CURRENT OIL STOCKS SITUATION (2)

- Two Contracting Parties (Bosnia and Herzegovina, Moldova) do not have currently legal framework in place and therefore do not hold emergency oil stocks
  - ✓ In BiH both entities (Federation of BiH and Republika Srpska) have adopted/ amended the oil and petroleum acts in October 2012. The Commodity Reserves will be in charge for the oil stockholding policy in both Entities
- Last but not least - One Contracting Party (Ukraine) currently is preparing a new draft Law in order to ensure compliance with the Directive 2009/119/EC. There are some comments that 20% of emergency oil stocks will be held by the Government and 80% by industry. But nothing is officially presented or discussed with the Secretariat

# OIL STOCK-HOLDING POLICY

## FUTURE POSSIBILITIES



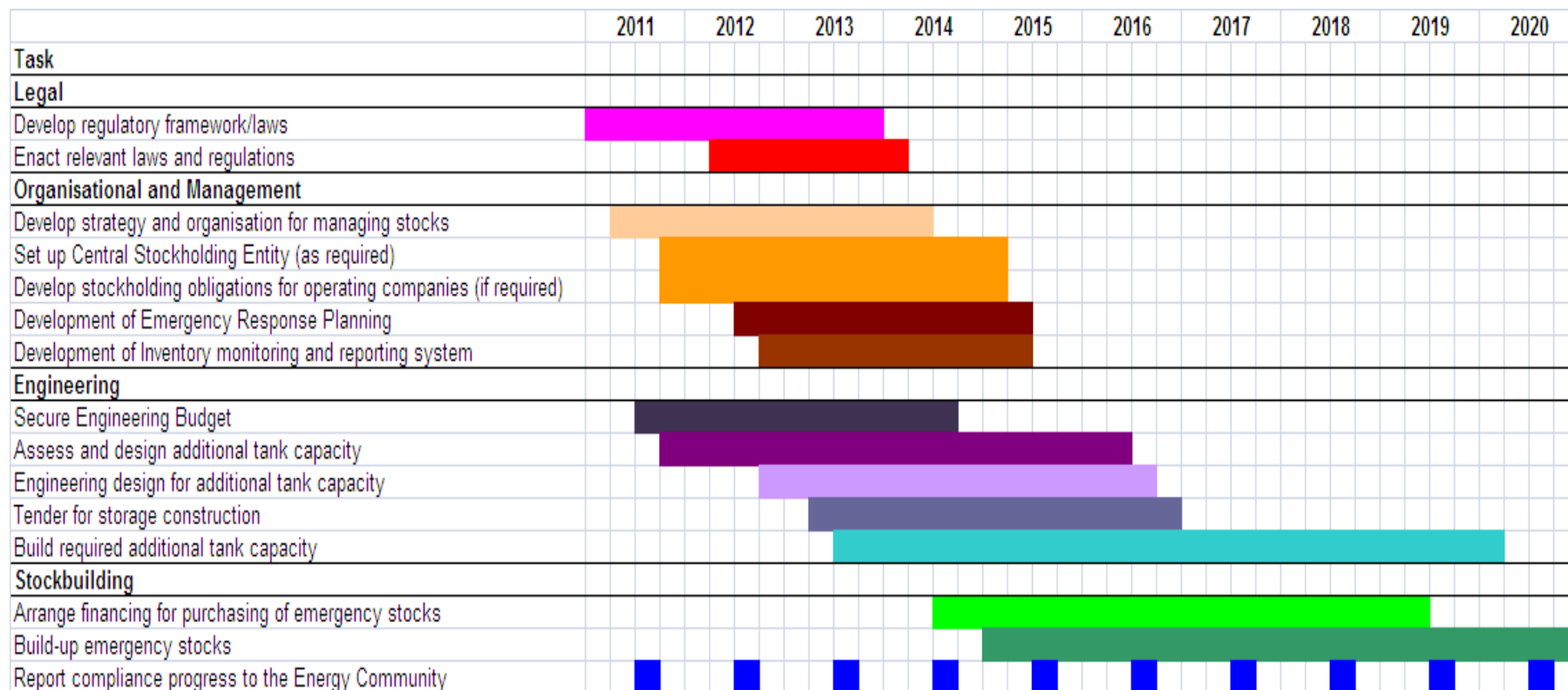
## OPEN ISSUES

### ■ Compliance with Directive 2009/119/EC, will mainly requires:

- Preparation of an updated road map with concrete tasks (legal, Organisational and Management, Engineering and Stockbuilding)
- Preparing/updating of legal framework on emergency oil stockpiling and national emergency response measures
- Establishing national Central Stockholding Entities (CSE) in accordance to Directive
- Establishing engineering, environmental and logistical works
- Required Investments – how to attract public financing (bilateral donors or international financial institutions)
- Last but not least - establishing oil stocks reporting systems

## 2013 STEPS – 4<sup>th</sup> OIL FORUM

- 1 Preparation of the updated Roadmap:
  - Concrete steps and timely implementation of the Directive for each Contracting Party - speedily developed with the Secretariat starting early in 2013





## 2013 STEPS – 4<sup>th</sup> OIL FORUM

2

Starting with the analysis of the current legislation in force and transposition of Directive 2009/119/EC into national law within 2013

3

Considering coordinated assistance from the experienced oil stockholding experts in preparing:

- national legislation on emergency oil stocks
- emergency response systems

## REGIONAL INVESTMENTS IN OIL STOCKS – 4<sup>th</sup> OIL FORUM

- The possibilities for joint projects in respect to oil stocks/oil terminals discussed in principal but no concrete proposals presented
- Encouragement to CPs to consider a coordinated approach towards efficient usage of available oil stocks and storage capacities
- Ensuring continuous supply / implementation of oil stocks Directive requires massive investments – but investment currently problematic
- A regional approach needs to attract large-scale investment and avoiding inefficiencies (overlapping actions/infrastructure and double financing)
- The regional approach and best practise models from other EU MS should be considered, but fully in compliance and respecting particularities of each Contracting Party