INVESTMENT PROGRAMS OF CONTRACTING PARTIES
- LINK TO THE ENERGY COMMUNITY RING CONCEPT

8th PHLG MEETING
Vienna, 11th March 2008
PREVAILING GAS MARKET in SEE:

- 2 CPs with relatively developed gas market
- 2 CPs with small gas market (limited gasified area)
- 3 CPs without gas market at all
- All 4 CPs with gas market – import from Russia, without any other source of supply (except domestic)
- 2 CPs with domestic gas sources (1 covers 60% the other 8%)
Unconnected networks between CPs (Except Serbia – B&H)

1 UGS in operation
1 UGS in preparation
2 UGS planned

SOURCE: ECA, SEE Regional Gasification Study, World Bank and KfW
GAS PROJECTS AROUND SEE

WIN – WIN SITUATION:
PROJECTS FOR EU GAS MARKET
BENEFITS FOR SEE GAS MARKET

SOURCE: ECA, SEE Regional Gasification Study, World Bank and KfW
Caspian or Russian gas via Greece (TGI or TAP or South Stream/'Sud')

- LNG?
- Mix of gas via Croatia
- Offshore?
- LNG?
- Caspian gas via Romania (Nabucco)
- Russian gas via Bulgaria (Blue Stream or South Stream/’Nord’)
- Caspian or Russian gas via Greece (TGI or TAP or South Stream/’Sud’)

SOURCE: ECA, SEE Regional Gasification Study, World Bank and KfW
CP’s DEVELOPMENT PLANS

Planned infrastructure:
- Pipelines
- Production
- UGS
- LNG terminal
- Power plant

Existing network

SOURCE: ECA, SEE Regional Gasification Study

Prepared by World Bank and KfW
CP’s PLANS - THE EnC GAS RING CONCEPT

By CPs

Existing pipeline
In preparation
Planned
Not planned yet

Planned projects
EnC Gas Ring proposal

SOURCE: ECA, SEE Regional Gasification Study, World Bank and KfW
THE ENERGY COMMUNITY GAS RING CONCEPT

• Each single gas SEE market is relatively small therefore:
  
o Attractiveness/opportunities for investors/suppliers to be improved
  
o Advantages of economies of scale/size/scope should be realized

• Regional approach provides a sound basis for quicker gas market development because:
  
o Security of supply status could be improved
  
o Harmonised regulatory framework
  
o Proper legislative basis for competition
  
o Harmonised legislation is in favour of cross border investments
  
o Advantages of economies of scale/size and scope could be put into effect

• Harmonised time scheduled of CPs provides advantages for investors