

# Russian-Greek Cooperation on Energy (update on major projects)

4-th South East Europe  
Energy Dialogue  
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## Cooperation in Investments (major projects)

- Oil Pipeline “Bourgas – Alexandroupolis”
- Gas Pipeline System “South Stream”

## Update on major projects

- Russia reaffirms its strong commitment to the implementation of Bourgas-Alexandroupolis and “South Stream” projects
- It regards these projects as feasible, economically sound, environment friendly and totally compliant with the objectives of the EU energy security.
- It believes these projects are now more topical than ever.

## Lessons learned (and/or reminded) by the crisis

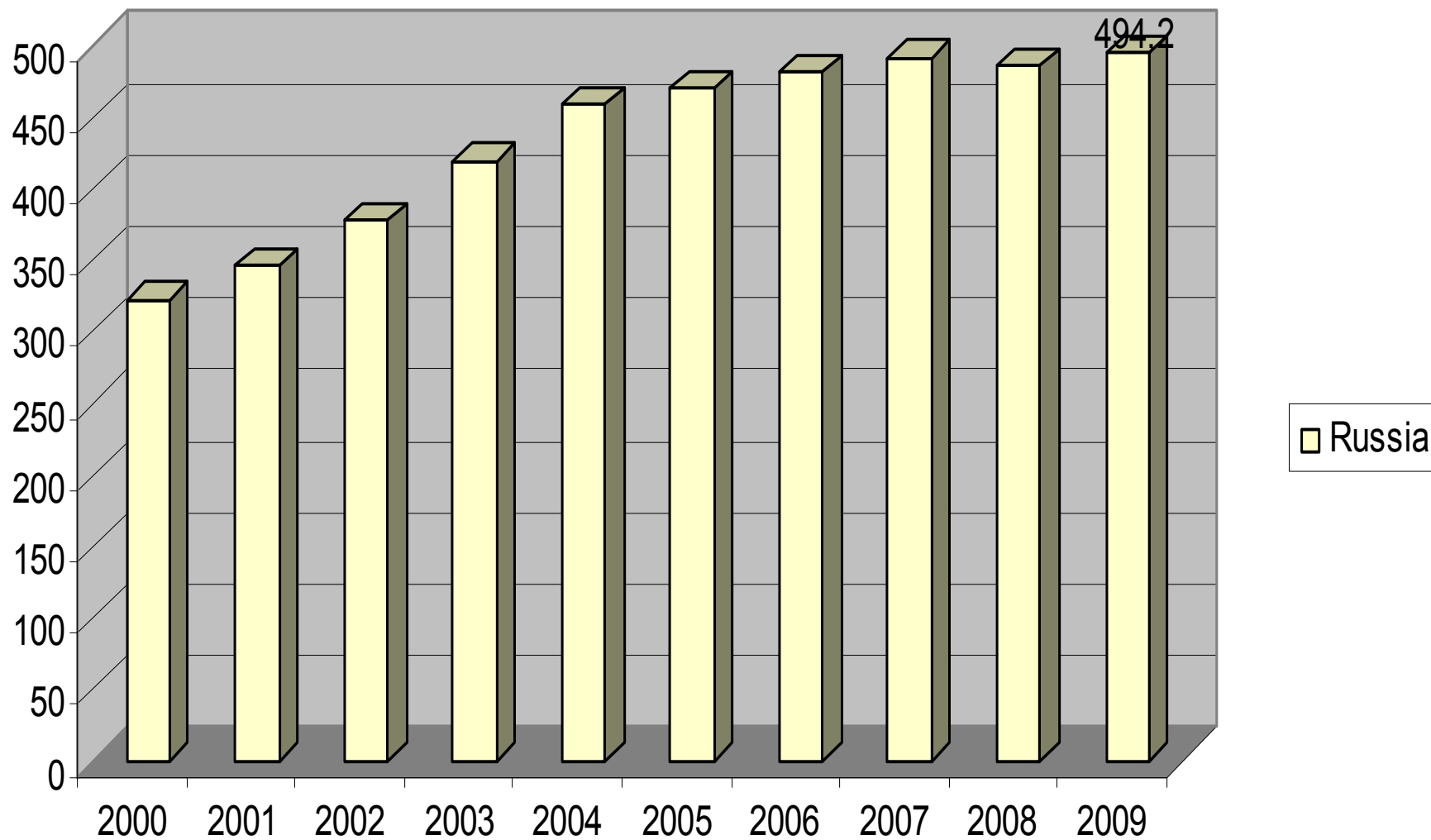
- Services domain, including the tourist industry, is highly vulnerable to the fluctuations of the economic situation.
- Demand of energy is less affected by the crisis.
- Infrastructure projects for transportation of energy are able to generate profit on a long term basis and therefore to counterbalance the eventual hardships of the services domain, helping in this way a sustainable economic development.
- We need each other.
- Despite the crisis, Russia is in a position to offer integrated, feasible, low risk and mutually beneficiary solutions to the countries of the region in oil and gas supply. It has enough financial resources to support such projects.

# Bourgas-Alexandroupolis Pipeline Project

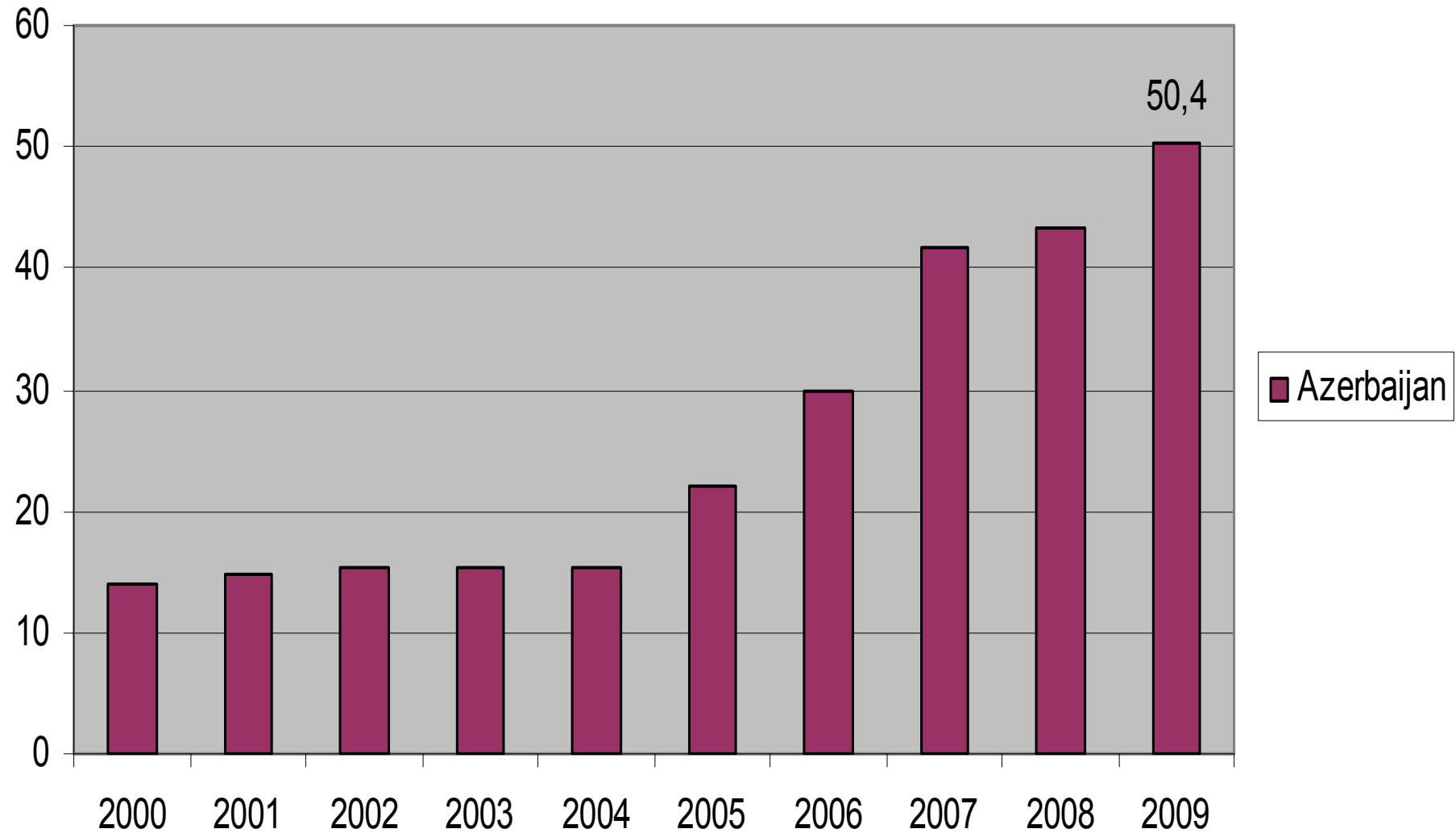


Source: Pipeline Transport Company OAO "Transneft"

# Oil Production of Russia (mln tons per year)

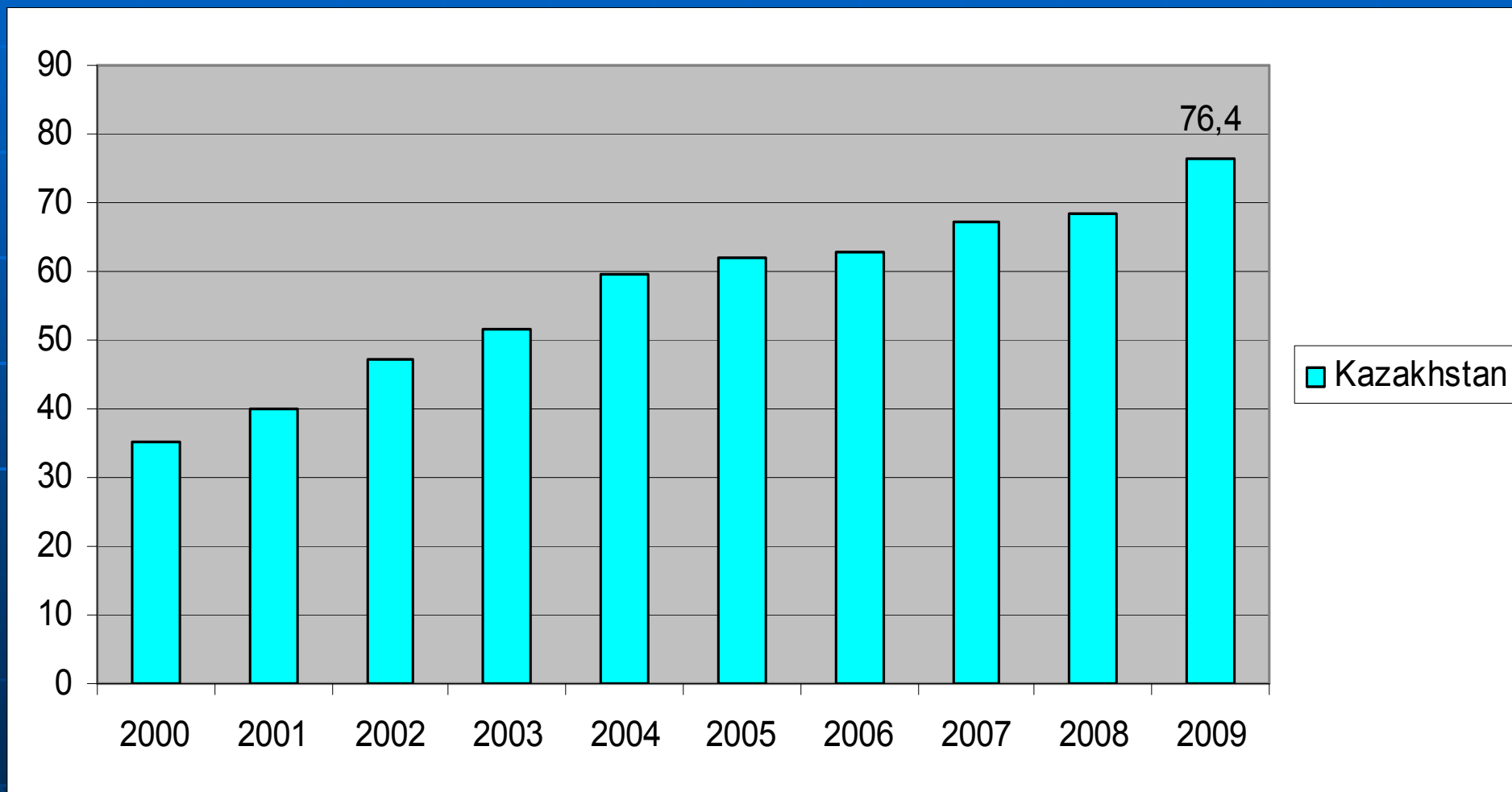


# Oil Production of Azerbaijan (mln tons per year)



# Oil Production of Kazakhstan

(mln tons per year)





# “SOUTH STREAM” PROJECT POSSIBLE ROUTES OF PIPELINE'S BRANCHES



# Electricity Production of Greece

(mln. kvt/hour per year)

2004	2005	2006	2007	2008
52529	52934	52065	53881	52376

## **SOUTH STREAM**

### **(more points)**

- The project is due to compensate the un-sufficient investment in pipeline transportation capacity in the previous periods.
- It provides mutually beneficiary solutions to the countries of the region in gas supply.
- It will undoubtedly reinvigorate the economic activities in the region.
- It will help to mitigate the transit risks by establishing a direct connection between the suppliers and consumers.
- The new pipeline system will further diversify the routes of transportation and enhance the flexibility of supply.

# SOUTH STREAM

## (building up the legal capacity)

- Intergovernmental agreements already signed with Greece, Bulgaria, Serbia, Hungary, Austria, Slovenia.
- Basic corporate agreement signed between Gazprom and DESFA on May 15, 2009.
- Signing of documents intended to set up a joint project company to take place in Moscow on June 7, 2010
- Construction works due to start by the end of 2015.
- The project is slowly but steadily gaining momentum.

Спасибо!

Spasibo!

