

26th World Gas Conference

1 – 5 June 2015, Paris, France



EASTERN GAS PROGRAMM OF RUSSIA – A NEW PHASE

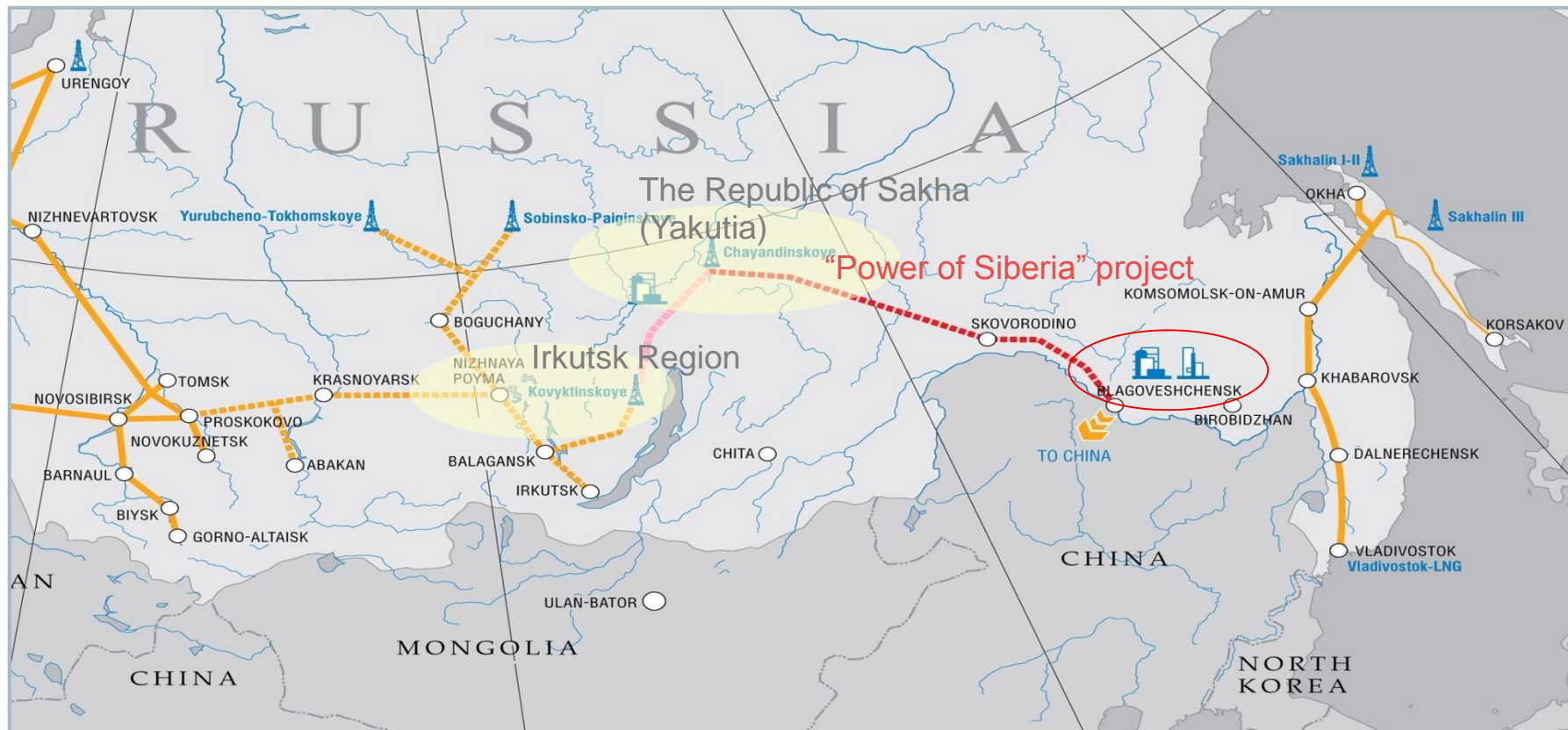
Victor Timoshilov



Eastern Gas Program – current phase: Sakhalin island and neighboring mainland areas



Eastern Gas Program – new phase: new gas-producing areas, “Power of Siberia” project



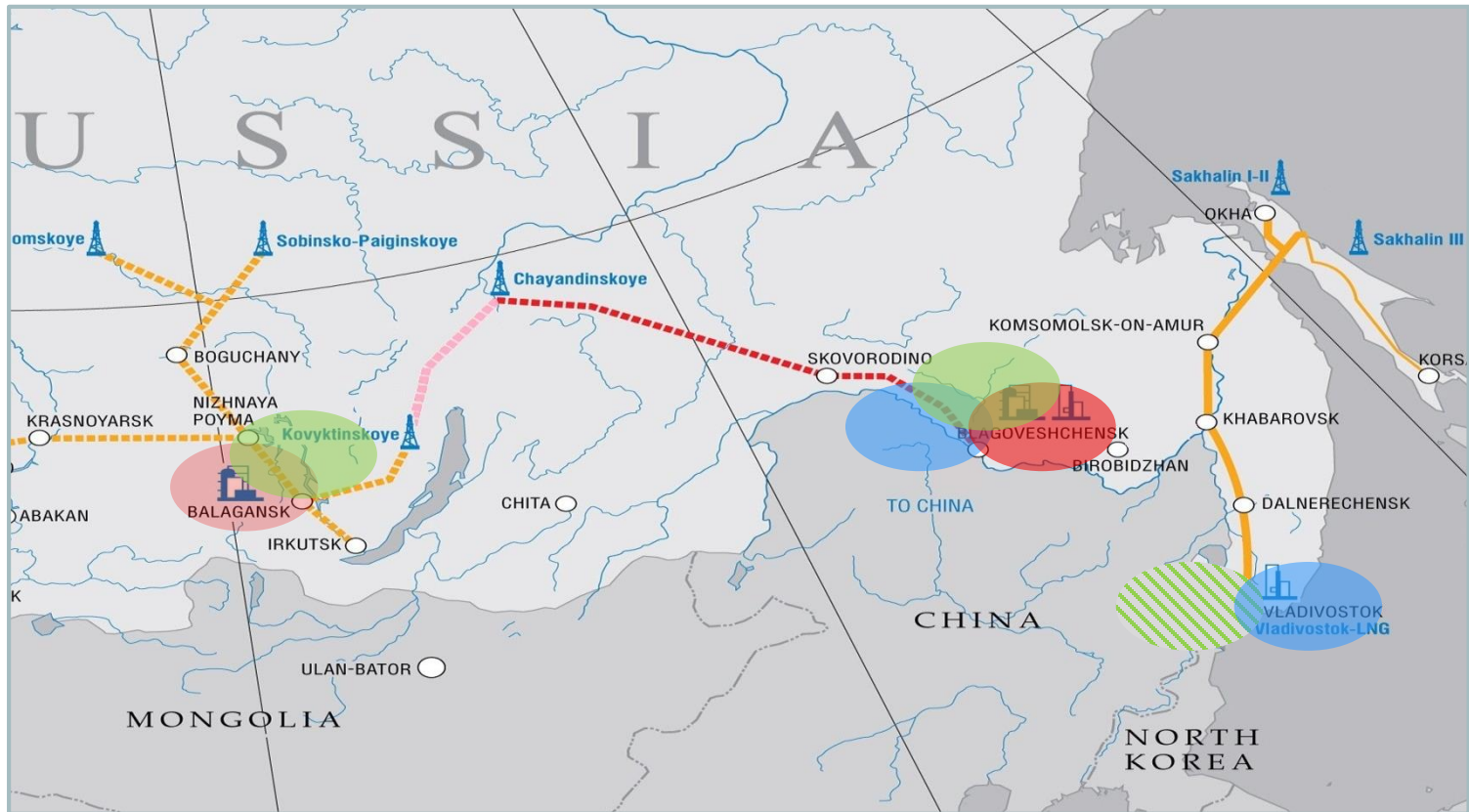
Developing the market in the East of Russia: gas-to-chemicals projects



Ethane-based
chemicals

Methane-based
chemicals

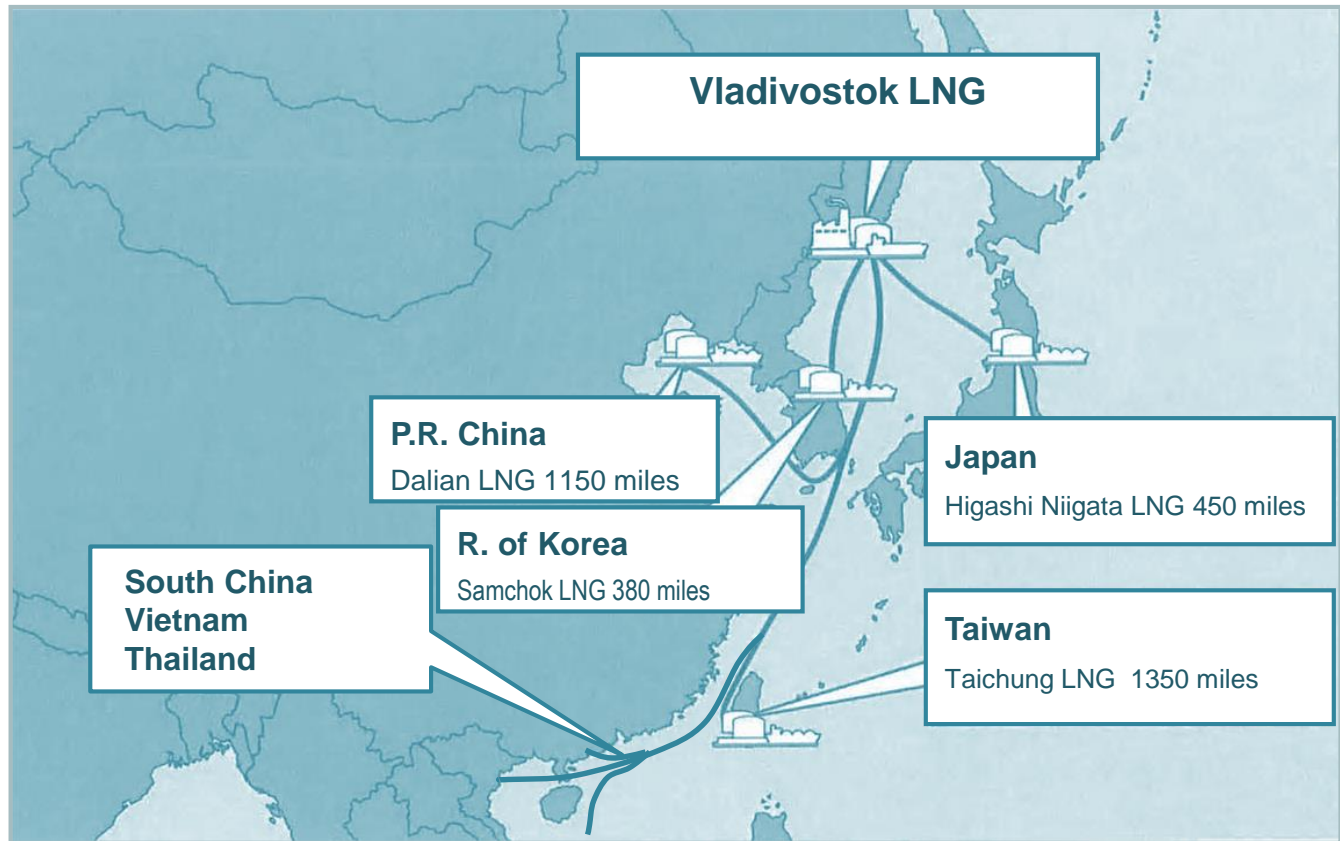
LPG production
and export



Vladivostok-LNG Project: prospective Natural Gas Hub for East Asia



- short distance to main demand areas and quick reaction in case of emergency or unexpected demand rise
- zero dependence on Middle East situation
- secure shipping routes (no Ormuz, Malacca and other straits)
- reliable resource base conventional gas (Sakhalin gas production center)

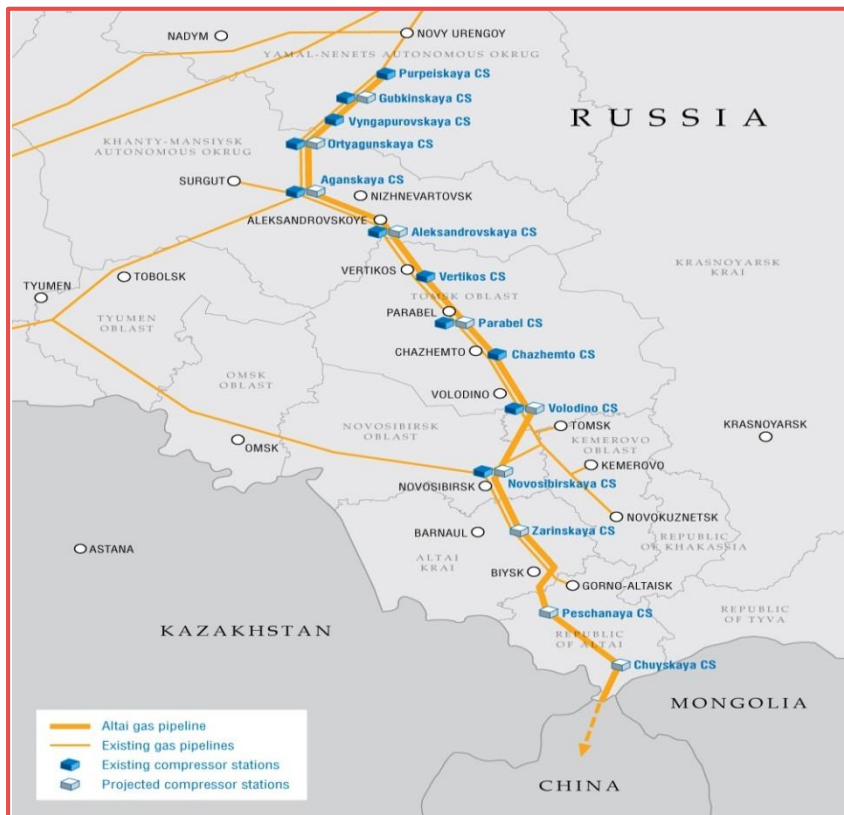


The synergy of Sakhalin-2 and Sakhalin-1



- significant cost savings for Sakhalin-1 project (including lower reimbursable expenditure by Russian Federation);
- lower production cost of LNG per unit, higher competitiveness of Russian LNG in the market;
- construction term would be significantly shorter (2 years less) in comparison with green-field project (new LNG plant), speedy monetization of Sakhalin-1 gas reserves;
- purchase of Sakhalin-1 gas by SEIC fully complies with Sakhalin-2 PSA terms and respects legal rights and interests of Sakhalin-2 PSA parties;
- SEIC is a highly reputable company in terms of reliable LNG supplies, raising finance and serving the debt;
- SEIC has a unique successful experience in LNG project management in Russian Federation.

“Altai” project

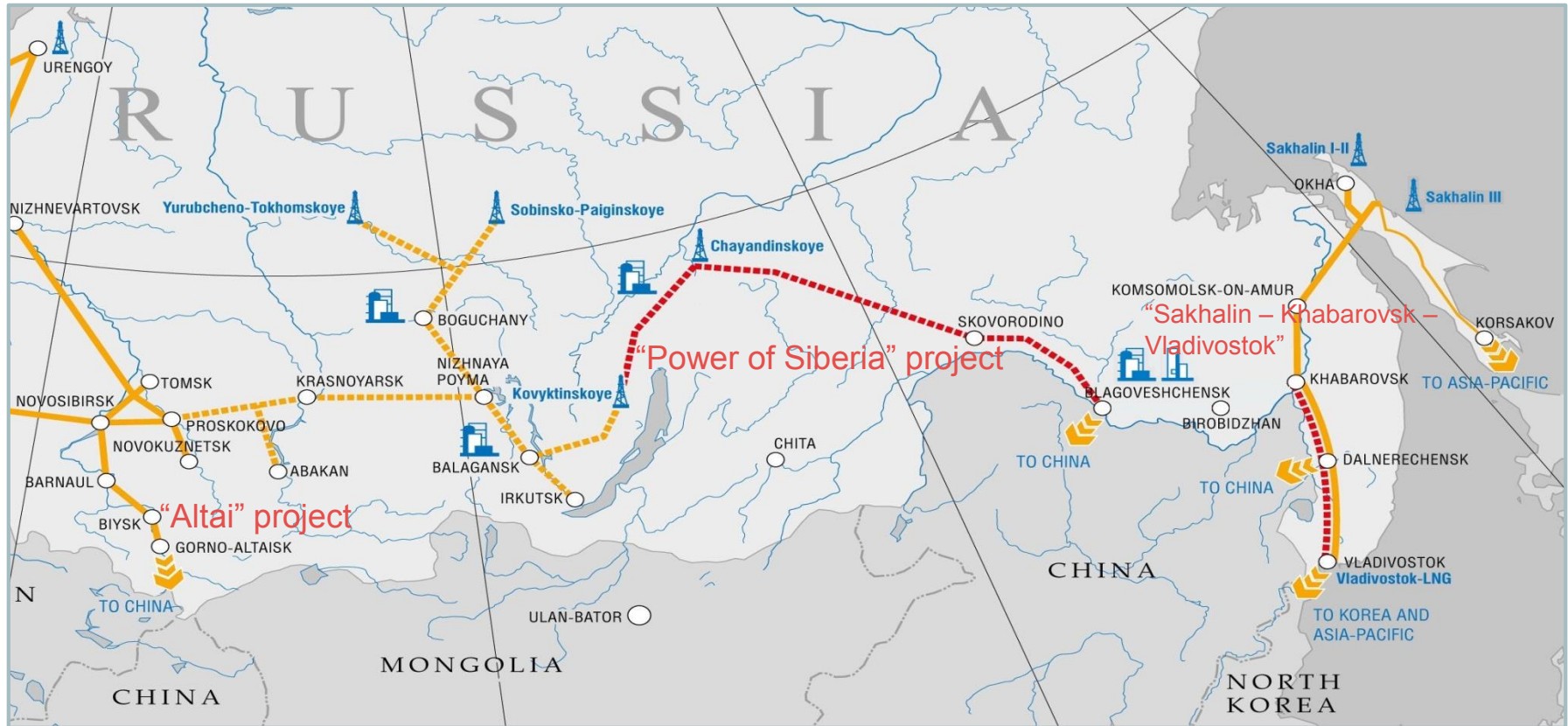


In May 2015 Gazprom and CNPC signed the Heads of Agreement for pipeline gas supply from Russia to China via the western route – “Altai” project.

Resource base – Western Siberia.



Unified Gas Supply System in the East of Russia perspective view



Thank you for your attention!