

GASIFICATION OF RUSSIAN REGIONS

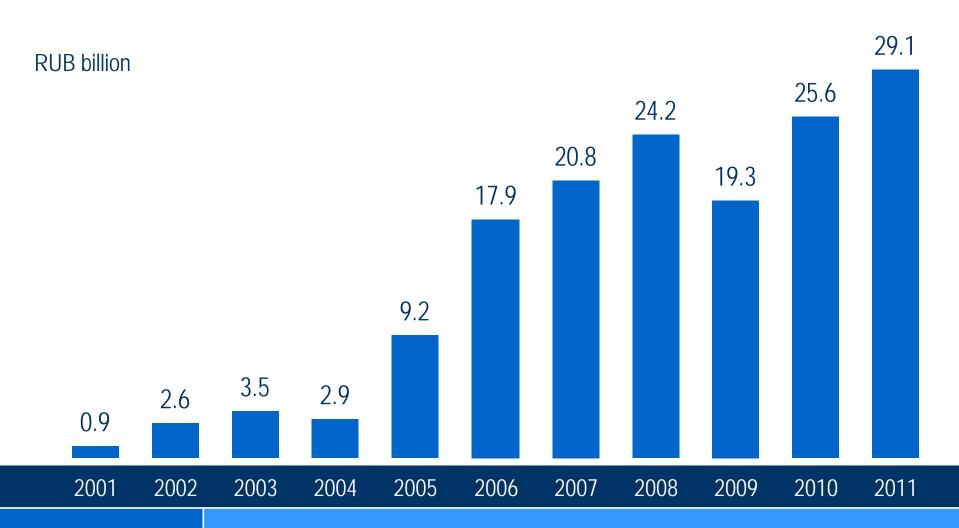
Anatoly Marinichev

Deputy Director General for capital construction and investments

Gazprom mezhregiongaz



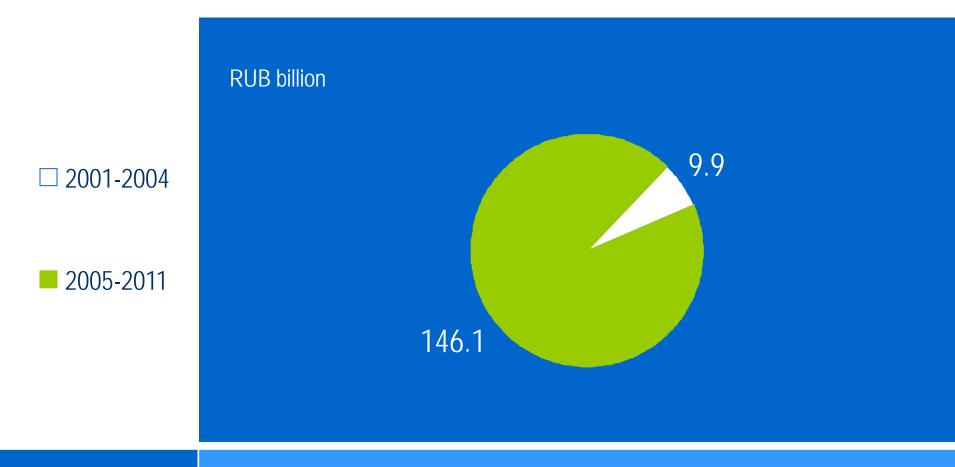
Gazprom's Total Investments in Gasification of Russian Federation between 2001 and 2011





Gazprom's Investments in Gasification of Russian Federation between 2001 and 2011

Total investments – RUB 156 billion





Strategic Directions to Develop Gasification and Gas Supply to Russian Regions

- Further large-scale development of gasification in Russian regions in order to achieve the maximum economically reasonable availability of gas in the areas, meet solvent demand for gas, improve living conditions, particularly in rural areas, and promote economic potential of Russian constituents
- Gasification and gas supply to Eastern Siberia and the Far East including construction of gasification facilities needed to host the 2012 Summit of the Asia-Pacific Economic Cooperation Forum
- Building gasification facilities to prepare for the 2014 Sochi Winter Olympic Games
- Improving cooperation of Gazprom and governments of Russian constituents to enable the synchronized creation of the "Gas Pipeline to Consumer" complex and ensure loads on ready facilities as soon as commissioned for operation.



Results of Russian Regions Gasification Program Implemented in 2010

Investments of RUB 25.612 billion

Gazprom performed its obligations completely in 2010

- In accordance with time schedules, 120 inter-settlement gas pipelines completely built in
 44 regions
- 18 inter-settlement gas pipelines built ahead of schedule
- 18 gasification facilities completely built as part of efforts to eliminate consequences of forest fires

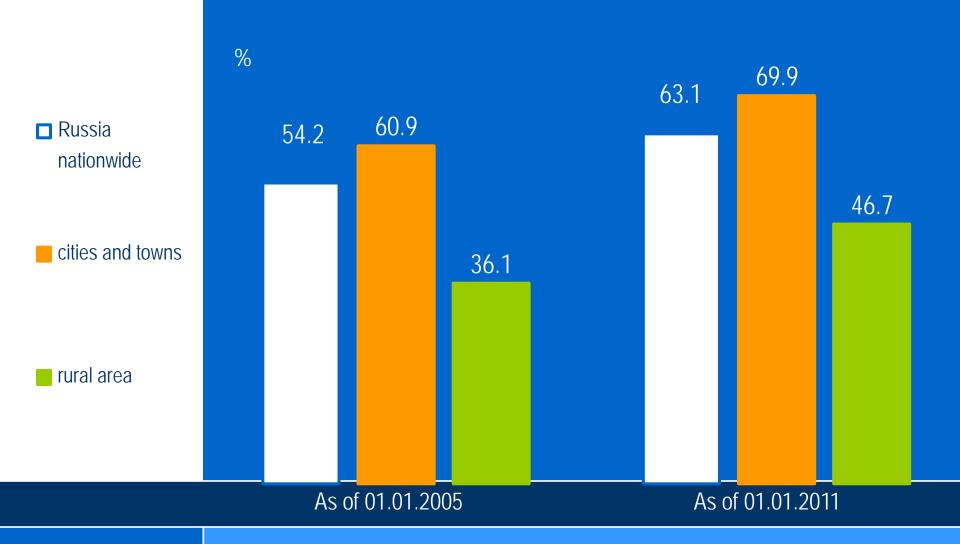
Gazprom created conditions to build and connect:

296 population centers, about 47,000 apartments and households and 144 boiler houses.

156 gasification facilities with total length of about 2,100 km were built in 2010.



Natural Gas Penetration Level





Russian Regions Gasification Program Implemented in 2011

Total investments allocated: RUB 29.1 billion

to finance design and survey works, develop/modify general schemes for gas supply and gasification of Russian regions, construction of gas distribution networks in 65 constituents of Russian Federation

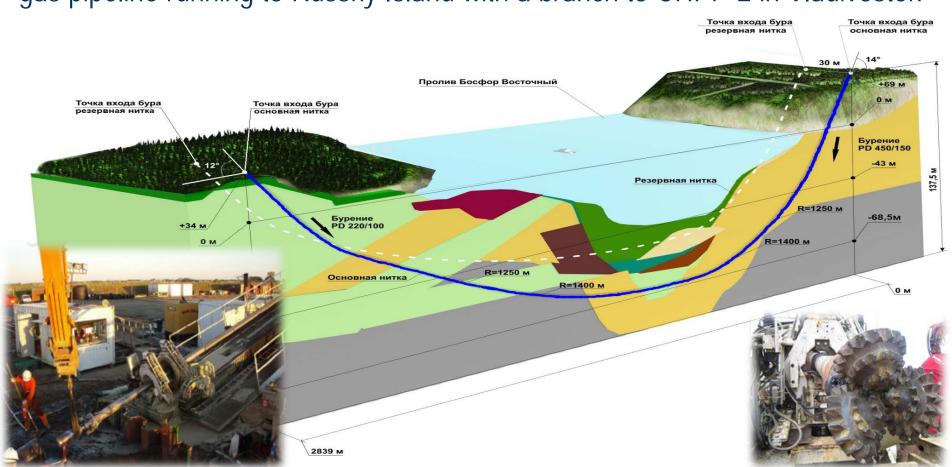
Work continued on gasification and developing gas supply system in Russian regions including:

- gasification of Far East
- implementing target programs including gasification of Olympic Venues and 2012 APEC
 Summit facilities
- -standalone gas supply facilities are included



Preliminary Results of Russian Regions Gasification Program Implemented in 2011

Submerged crossing under Eastern Bosphorus Strait within inter-settlement gas pipeline running to Russky Island with a branch to CHPP-2 in Vladivostok





Building Gasification Facilities for 2014 Winter Olympic Games in Sochi

- 1. Gas pipeline to Adler CHPS (built completely)
- 2. Second line of Adler Krasnaya Polyana Estosadok gas pipeline (construction and installation to be completed in 2012)
- 3. Gas pipeline to Kudepsta CHPS

(to be commissioned in 2013)

4. Gasification of villages, settlements and central part of Adler district – highand medium-pressure gas pipelines

(construction and installation to be completed in 2012)



Preliminary Results of Russian Regions Gasification Program Implemented in 2011

Gazprom will fully perform its obligations in 2011

- As per schedules, construction of 221 inter-settlement gas pipelines is nearing completion in
 49 regions
- 23 inter-settlement gas pipelines will be completed ahead of schedule

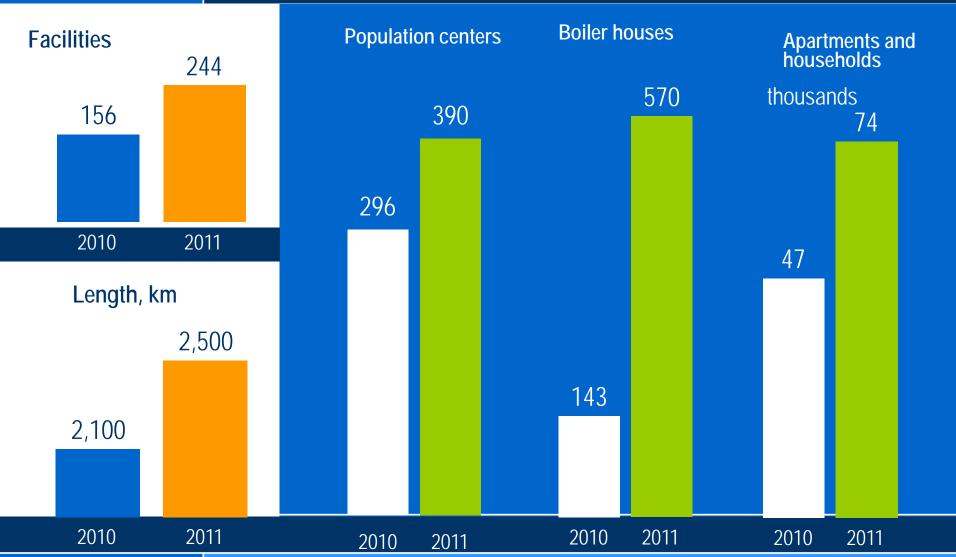
Gazprom created conditions to build and connect:

390 population centers, about 74,000 apartments and households and 570 boiler houses

244 gasification facilities with combined length of around 2,500 km will be completed in 2011



Performance under Russian Regions Gasification Program between 2010 and 2011





Performance of Russian Regional Authorities to Prepare Consumers for Gas Supplies

Regions successfully performing as per time schedules

Astrakhan Oblast	Omsk Oblast
Bryansk Oblast	Orenburg Oblast
Voronezh Oblast	Perm Krai
Vologda Oblast	Republic of Bashkortostan
Vladimir Oblast	Ryazan Oblast
Ivanovo Oblast	Saint Petersburg
Kirov Oblast	Tambov Oblast
Kursk Oblast	Ulyanovsk Oblast
Lipetsk Oblast	Khanty-Mansiysk Autonomous Okrug
Nizhny Novgorod Oblast	Yamal-Nenets Autonomous Okrug
Orel Oblast	



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Performance of Russian Regional Authorities to Prepare Consumers for Gas Supplies

Regions lagging behind time schedule

Volgograd Oblast	Kurgan Oblast
Primorye Krai	Rostov Oblast
Altai Krai	Tula Oblast
Kaliningrad Oblast	Republic of Udmurtia
Kaluga Oblast	Republic of Karachay-Cherkessia
Leningrad Oblast	Sakhalin Oblast
Novgorod Oblast	Stavropol Krai
Novosibirsk Oblast	Khabarovsk Krai

GASIFICATION OF RUSSIAN REGIONS



Performance of Russian Regional Authorities to Prepare Consumers for Gas Supplies

Regions failing to perform as per time schedules

Arkhangelsk Oblast Republic of Kalmykia

Kostroma Oblast Republic of Karelia

Moscow Oblast Samara Oblast

Pskov Oblast Saratov Oblast

Republic of Dagestan



Plans on Russian Regions Gasification in 2012

Large-scale gasification of Russian regions continued

Including:

- implementation of projects for gas supply and gasification of Far East
- building gasification facilities for 2014 Winter Olympic Games in Sochi
- activities planned to update Russian Regions Gasification Program for 2012-2015 period and later on, until 2020
- Gazprom Group will continue its cooperation with administrations of Russian constituents to develop, approve and implement synchronization schedules for gasification programs aimed at bringing gas as soon as possible to end consumers



THANK YOU FOR YOUR ATTENTION!