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FUTURE



**EURASGAS**



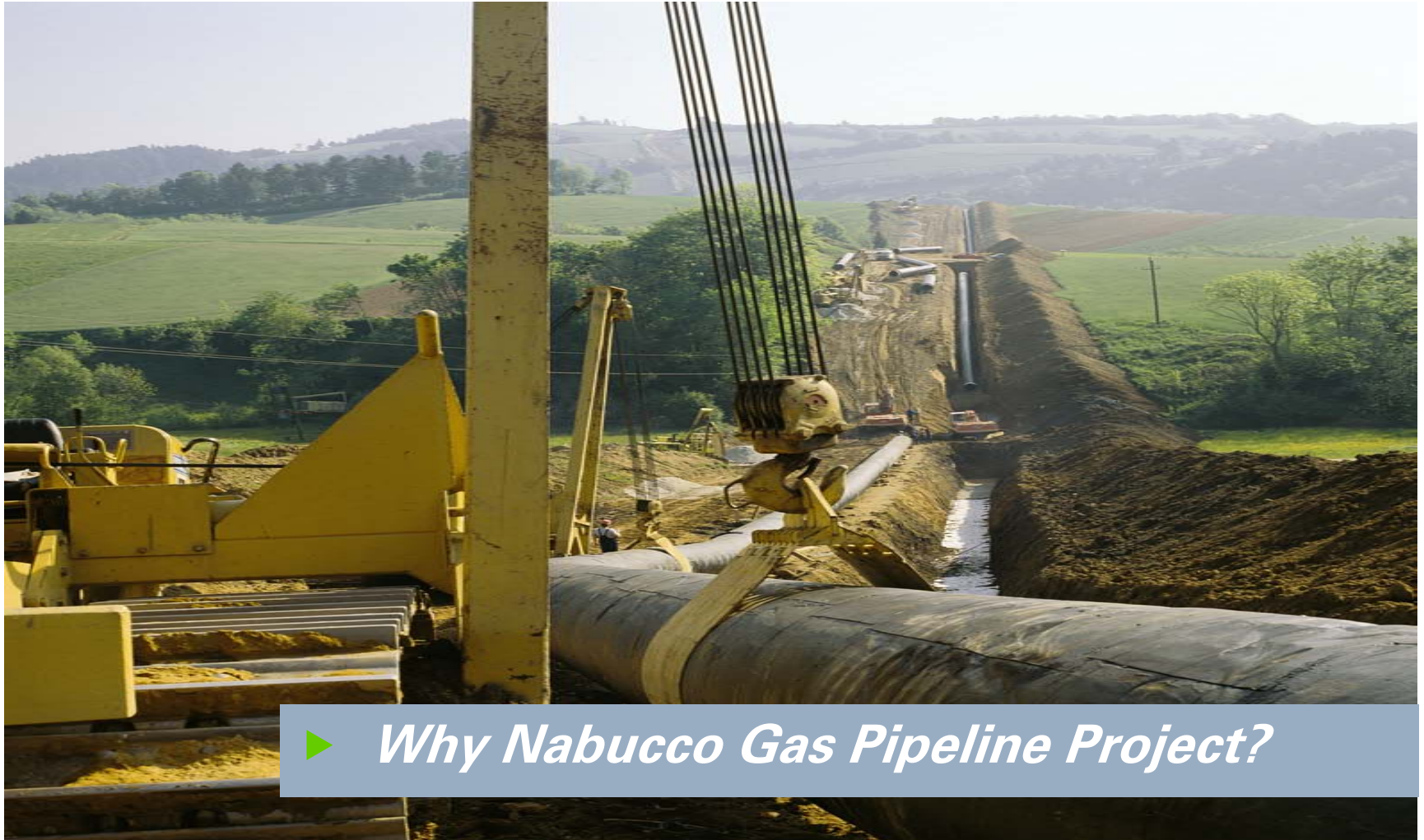
# NABUCCO GAS PIPELINE PROJECT

Gas Bridge between Caspian Region / Middle East/Egypt and Europe



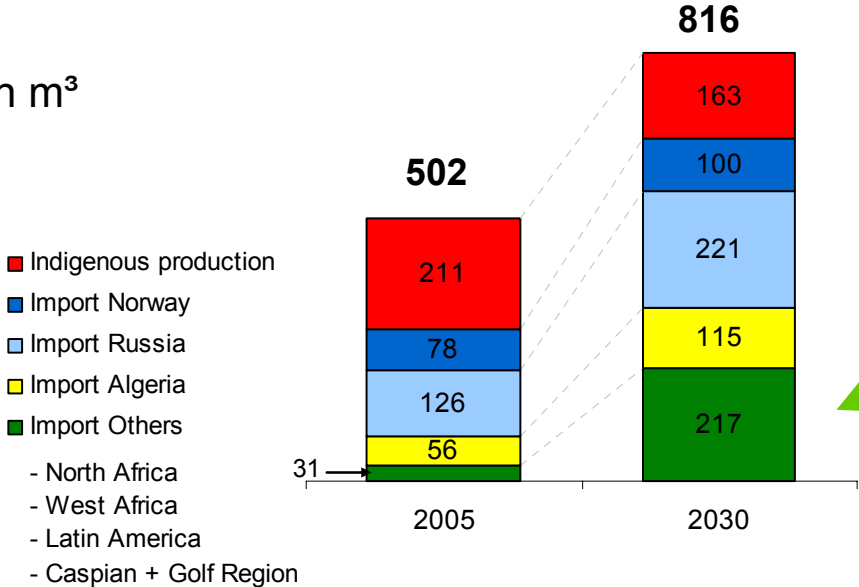
# Nabucco Gas Pipeline Project

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# Forecast of Gas Supply Europe<sup>1)</sup>

in billion m<sup>3</sup>



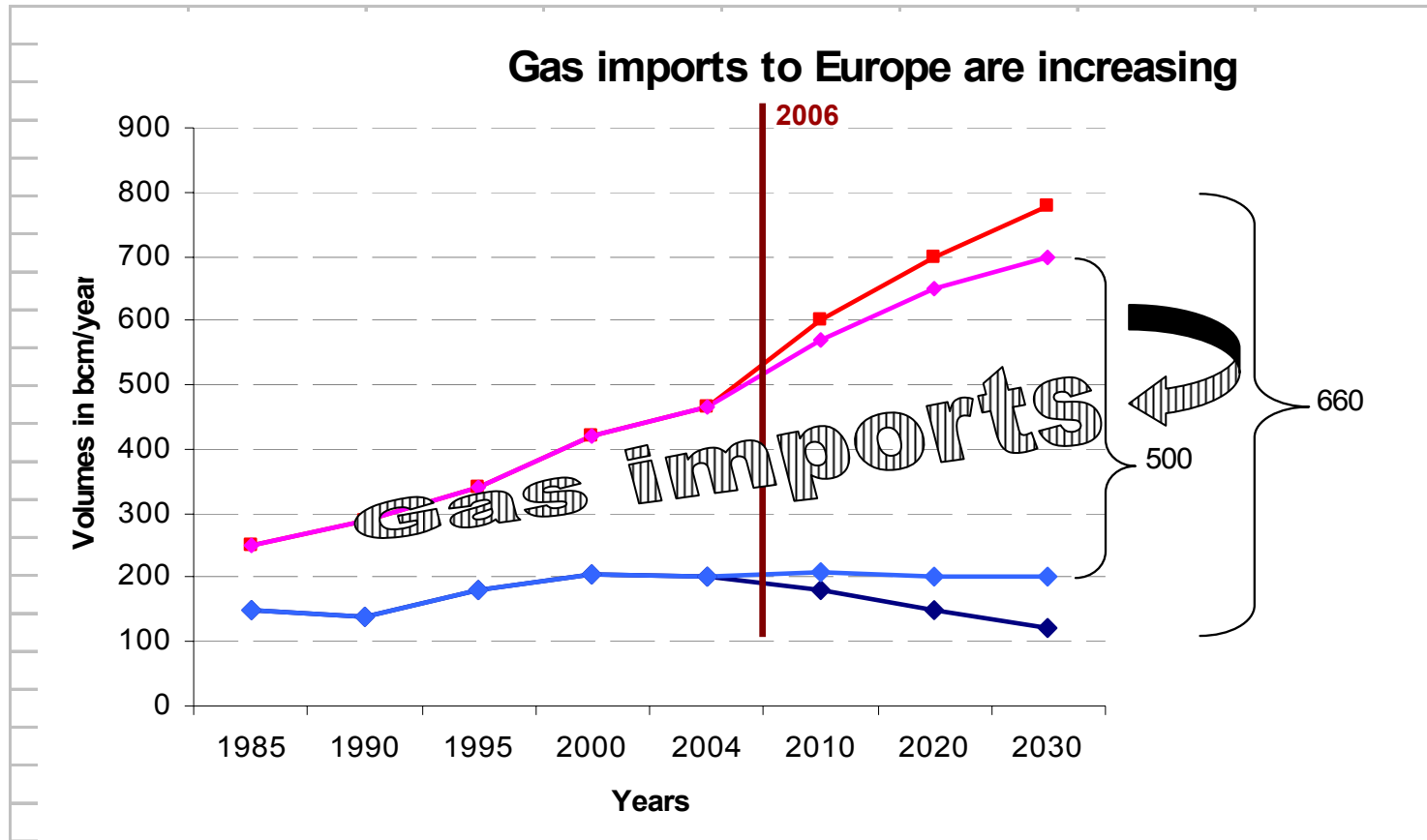
Focus for Nabucco

Source: Observatoire Méditerranéen de l'Énergie 2006

<sup>1)</sup> EU 25, Balkan states and Switzerland

# Nabucco Gas Pipeline Project

## Gas imports to European Union



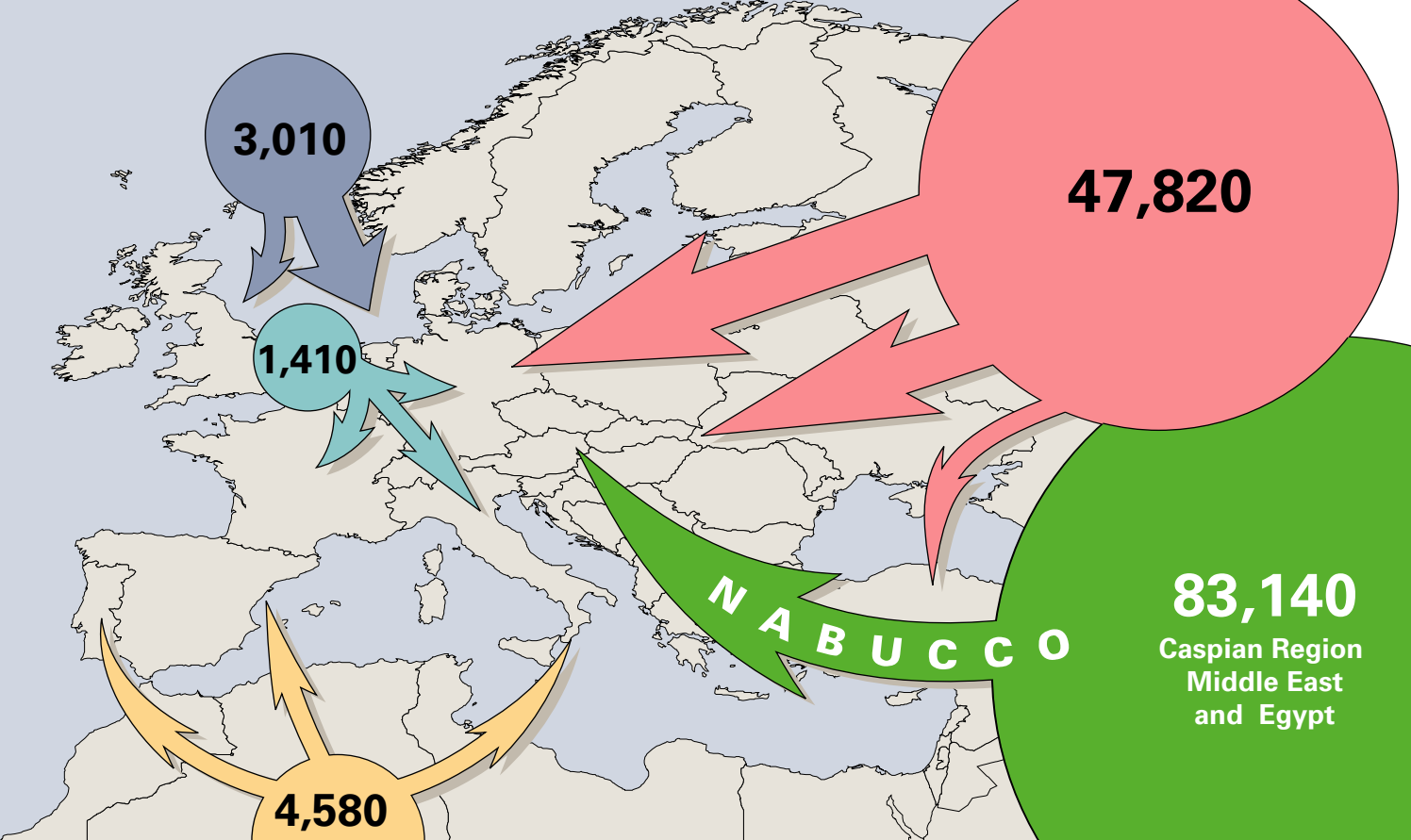
Source: European Commission, Competition DG, Energy Sector Inquiry/Draft Preliminary Report

Source: BP Statistical Review 2005

Source: Study A.T. Kearney, „Russland am Gashahn“, January 2006

# Nabucco Gas Pipeline Project

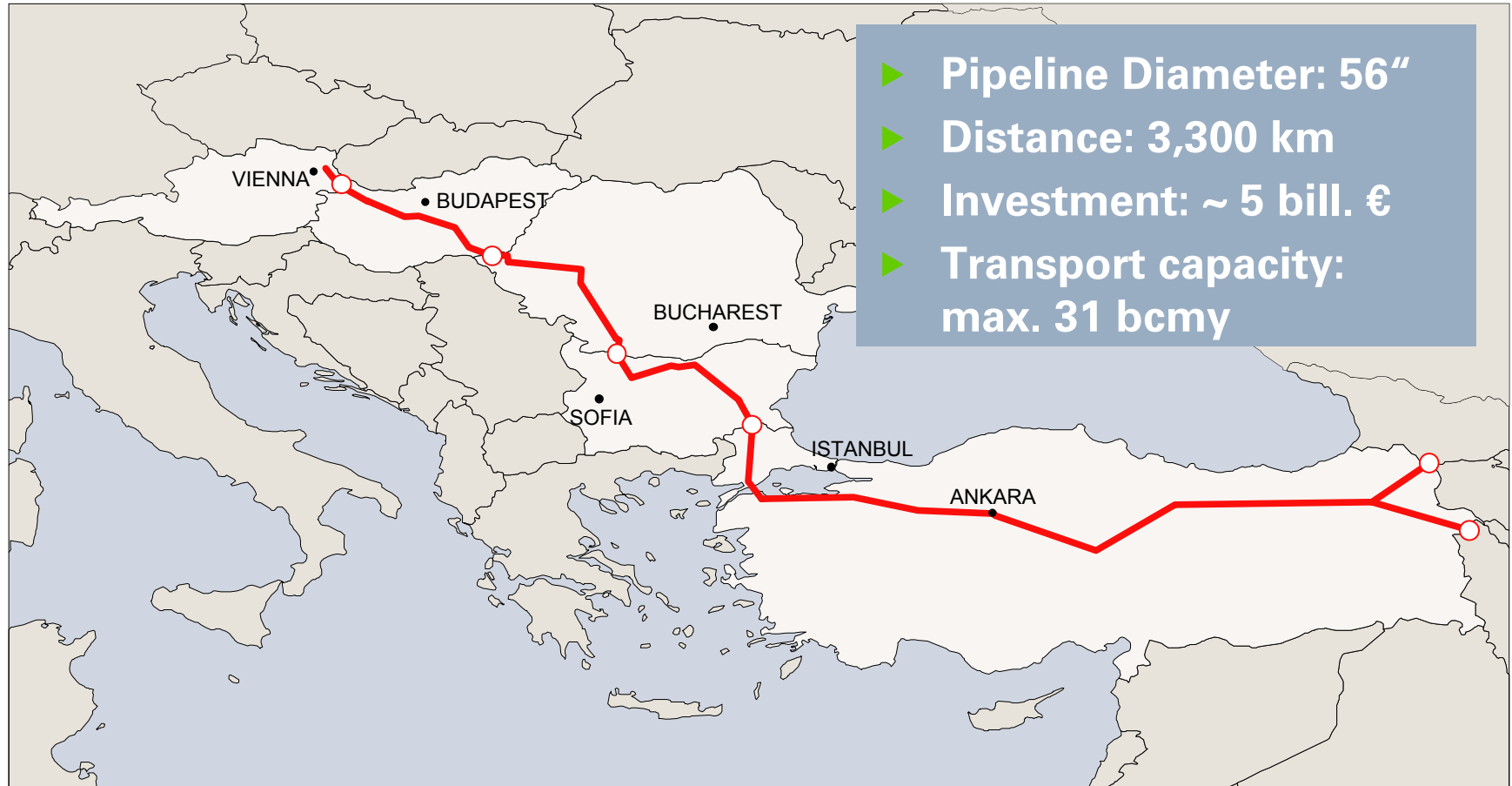
## Link between giant gas sources and potential markets



Source: BP Statistical Review 6/2006 (in bcm)

# Nabucco Gas Pipeline Project

## New gas transmission possibility



# Nabucco Gas Pipeline Project

## Strategic Goals

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- ▶ Opening a new gas supply corridor for Europe from Middle East, the Caspian region and Egypt
- ▶ Raise transit profiles of participating project countries
- ▶ Contribution to security of supply for partner countries and for Europe as a whole
- ▶ Strengthening the turntable position of Austrian pipeline grid and the Hub Baumgarten within the European network

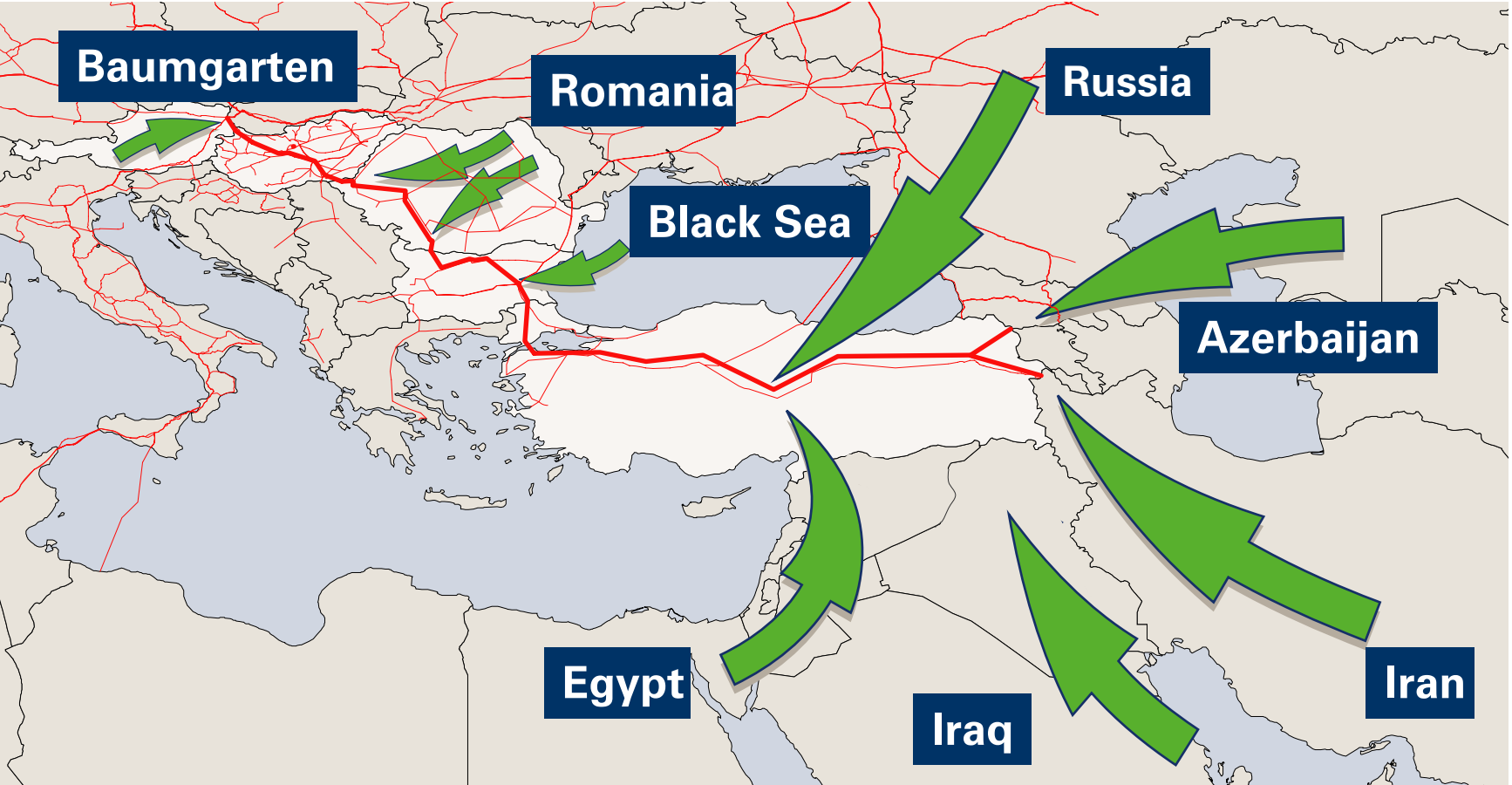
# Nabucco Gas Pipeline Project Construction





# Nabucco Gas Pipeline Project

## Gas Supply Sources



# Nabucco Gas Pipeline Project Objectives 2007

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- ▶ Implementation of one or two new Shareholder(s)
- ▶ Execution of Open Season procedure and conclusion of first Transportation Contracts
- ▶ Approval for Exemption based on Art 22 of Gas Directive
- ▶ Foundation of National Nabucco Companies
- ▶ Negotiations with Financial Institutions
- ▶ Start up of General Engineering for Front End Engineering Design and for the Environmental/Social Impact Assessment

**Goal: Investment Decision**

# Nabucco Gas Pipeline Project

## Concluding Remarks

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- ▶ Large Scale projects are in feasibility and/or development phases. The development and construction period of such projects is 6 to 8 years
- ▶ Nabucco establishes a new infrastructure for the gas supply of Europe and offers the platform for competitive business opportunities to sellers and buyers.
- ▶ Involved risk/risk reduction is highly important for the shareholders and for the creditability of the project. Taken risks have to be rewarded.
- ▶ Risk mitigation and clear commitment is a joint responsibility of companies as well as governments and the European Union.
- ▶ A stable and predictable legal and regulatory framework is crucial in order to provide a sound investment climate

# Nabucco Gas Pipeline Project

## Contact

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