



JOINT UKRAINE-EU INTERNATIONAL INVESTMENT CONFERENCE ON THE MODERNIZATION OF UKRAINE'S GAS TRANSIT SYSTEM



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Reforms in the gas sector of Ukraine

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THE POSITION OF UKRAINE IN THE WORLD



1-st position - volume of natural gas transit through the territory

5-th position - import of natural gas (behind the USA, Japan, Germany and Italy)

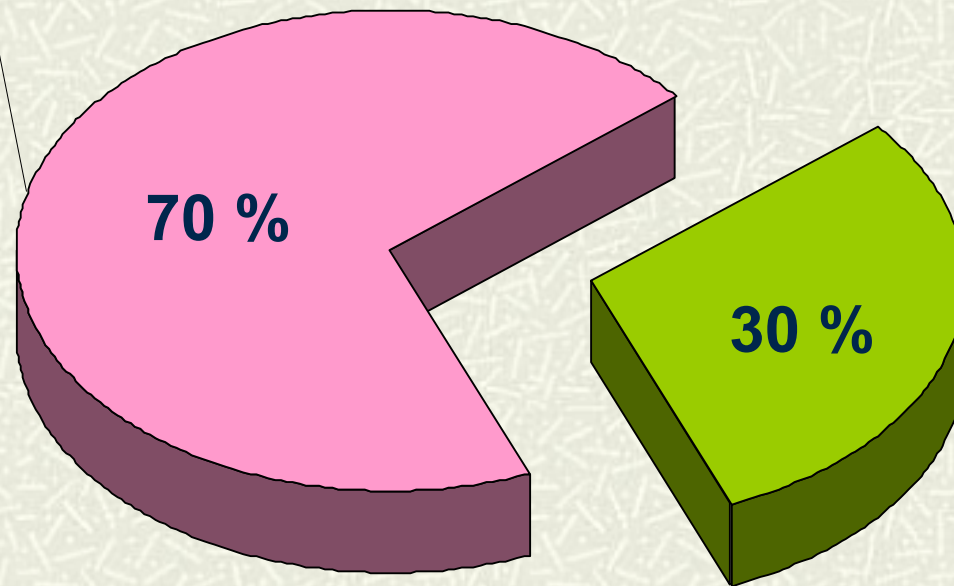
11-th position- natural gas consumption (behind the USA, Russia, Iran, Canada, the Great Britain, Japan, Germany, Italy, Saudi Arabia and China)

29-th position - natural gas production

THE SOURCES OF NATURAL GAS (2007)

Total: 69 billion m³

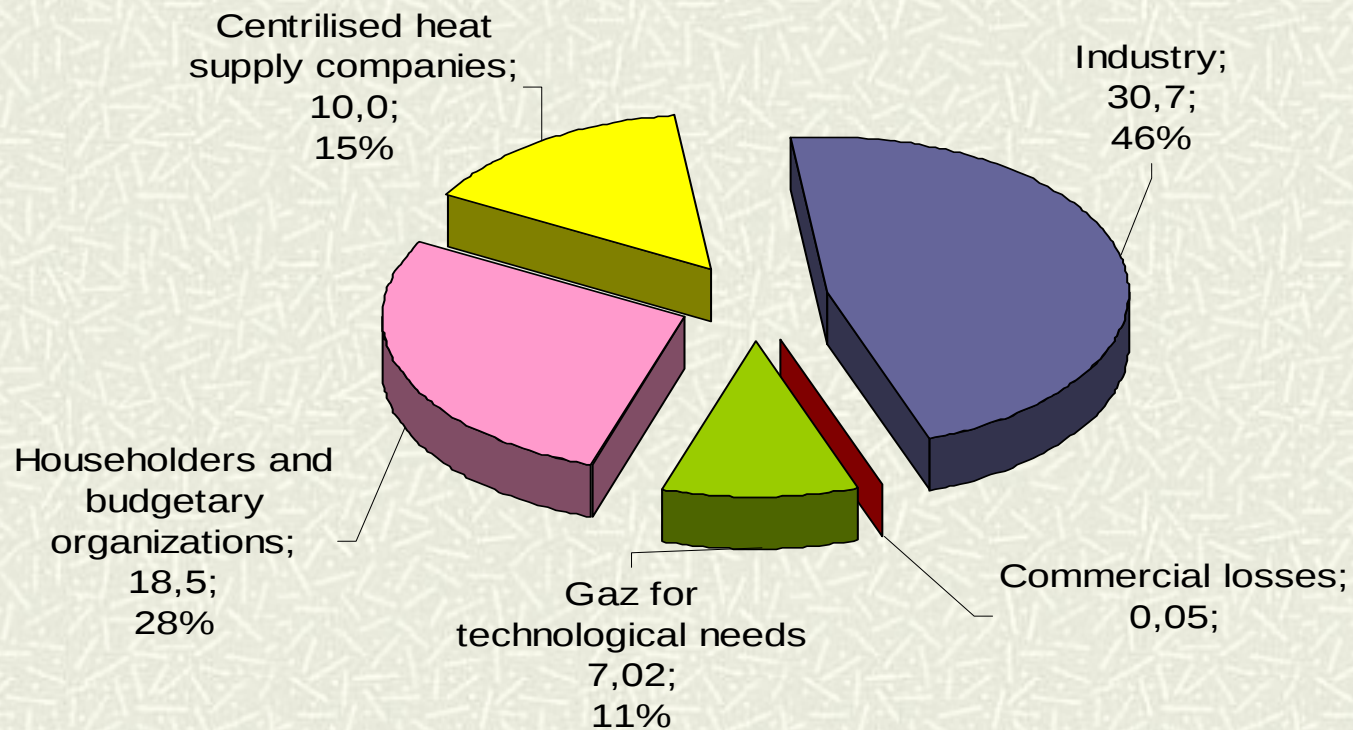
**Import;
48 billion m³**



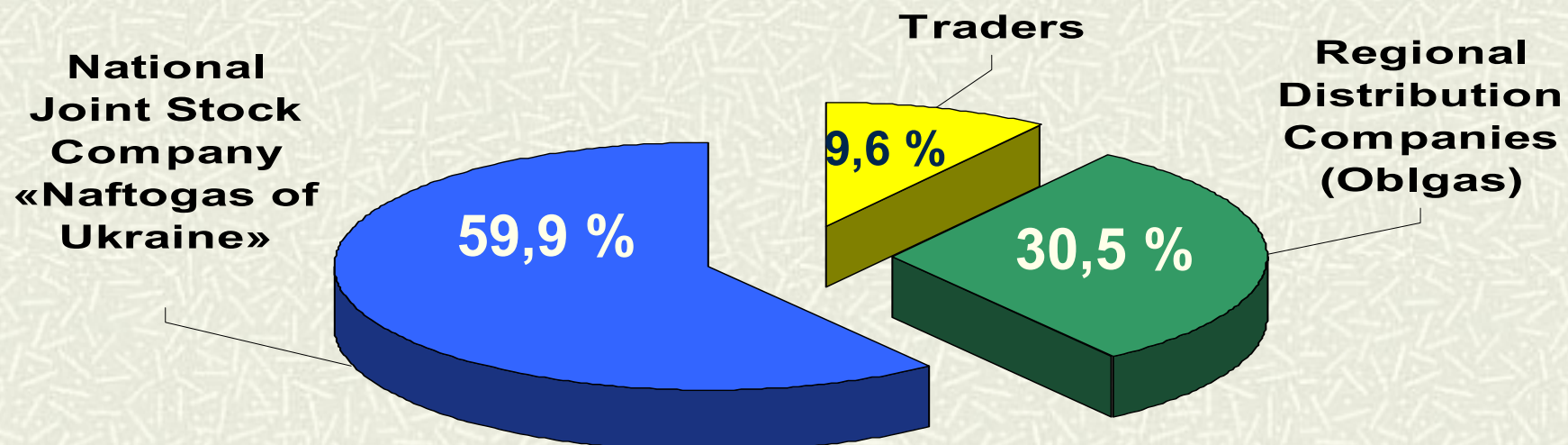
**Domestic
production;
21 billion m³**

NATURAL GAS CONSUMPTION (2008)

Total: 66,3 billion m³



NATURAL GAS SUPPLIERS (2008)



NATIONAL ELECTRICITY REGULATORY COMMISSION OF UKRAINE

MAIN RESPONSIBILITIES

to develop and implement the special terms and rules for the natural gas transportation monopolies

to supervise the terms and rules and to apply in accordance to the existent legislation the measures for prevention of violation

to issue the licenses for the natural gas transportation monopolies

to set up the tariffs for natural gas transportation

ACCESS TO GAS PIPELINES SYSTEM

Rules and procedures for the natural gas transportation and distribution networks access

Specific terms and conditions for network access

Requirements for natural gas measuring and account

CONCEPT FOR GAS MARKET DEVELOPMENT

MAIN GOALS

to establish the main principles for natural gas market establishment and operation

to provide the approaches for natural gas market, stable works and further development taking into account the interest of the consumers and the State

to secure effective activities of natural gas market entities by fare competition promotion

to adapt the Ukrainian legislation to substantive provisions of EU legislations which regulates relations in the gas market, in particular to the Directive №2003/55 EU

THE DRAFT OF THE NEW LAW “ON THE PRINCIPLES OF THE NATURAL GAS MARKET OPERATION”

MAIN OBJECTIVES

To decrease monopolistic level in the natural gas market

Implementation of valuable and competitive internal natural gas market

Providing of nondiscriminatory access to the gas transportation network

Establishment the economically grounded tariffs for natural gas market entities services

Providing of efficiency for natural gas consumption and securing of energy saving technologies implementation

Improvement of the financial and economic status of enterprises in the natural gas market, increasing of their profitability

ACCESSION OF UKRAINIAN TO THE ENERGY COMMUNITY TREATY

will promote improvement of electricity and gas supply reliability within the joint market framework on reasonable prices and on competitive conditions

will promote attraction of investment, which would assist to secure the energy demand both for Ukraine and EC

will create the conditions for power generation and networks operation efficiency

will implement the base for co-ordinated response in the cases of emergency and crisis situations (supply failures. etc)



The Ministry of Fuel and Energy of Ukraine



**Thank you
for attention !**