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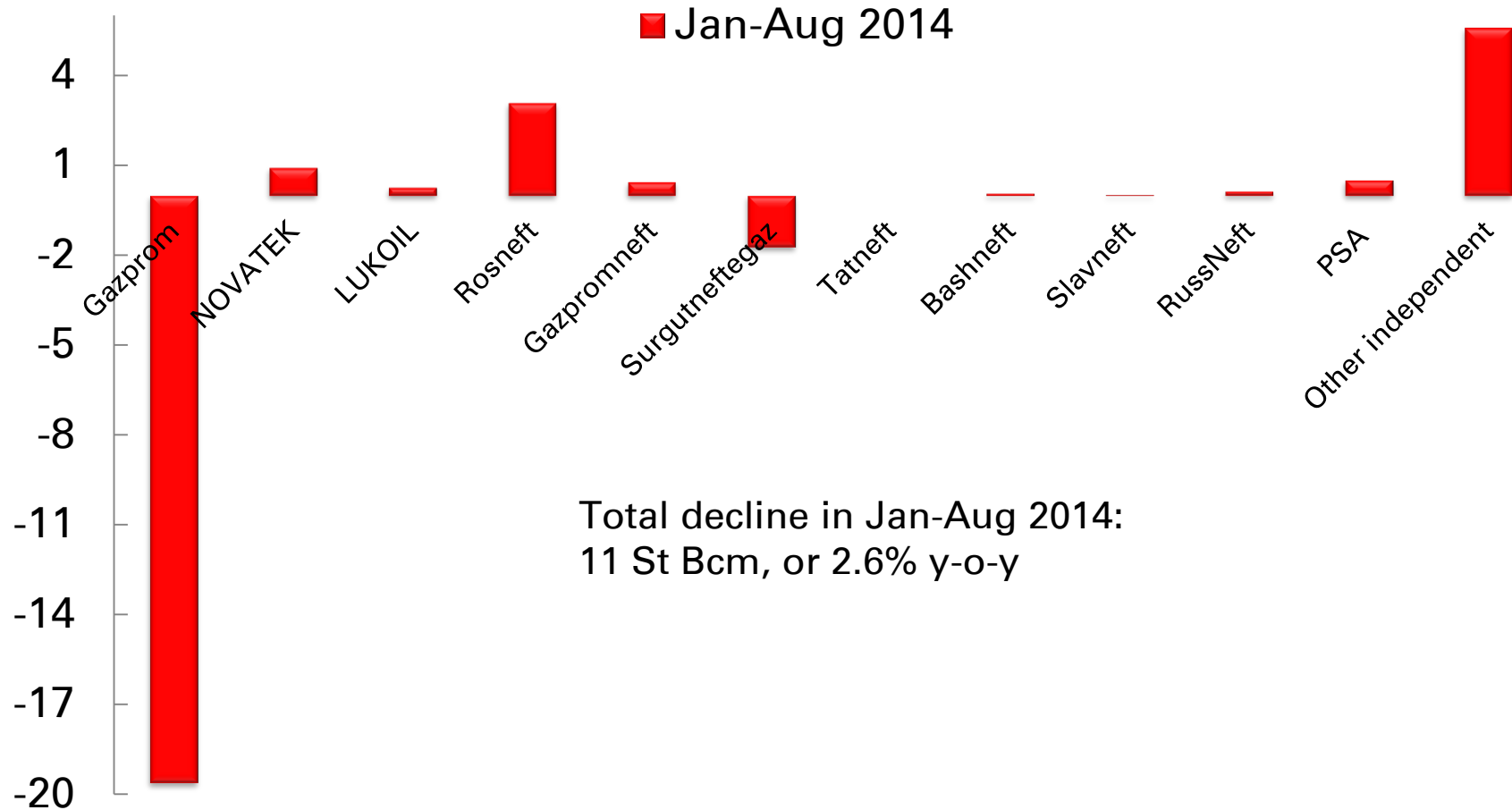
# Russian Gas: What's ahead?

*BIEE Conference,  
October 16<sup>th</sup>, 2014*

Vladimir Drebentsov  
Head of Russia and CIS Economics, BP plc.  
Vice President, BP Russia

# Gas production by company (incl. APG)

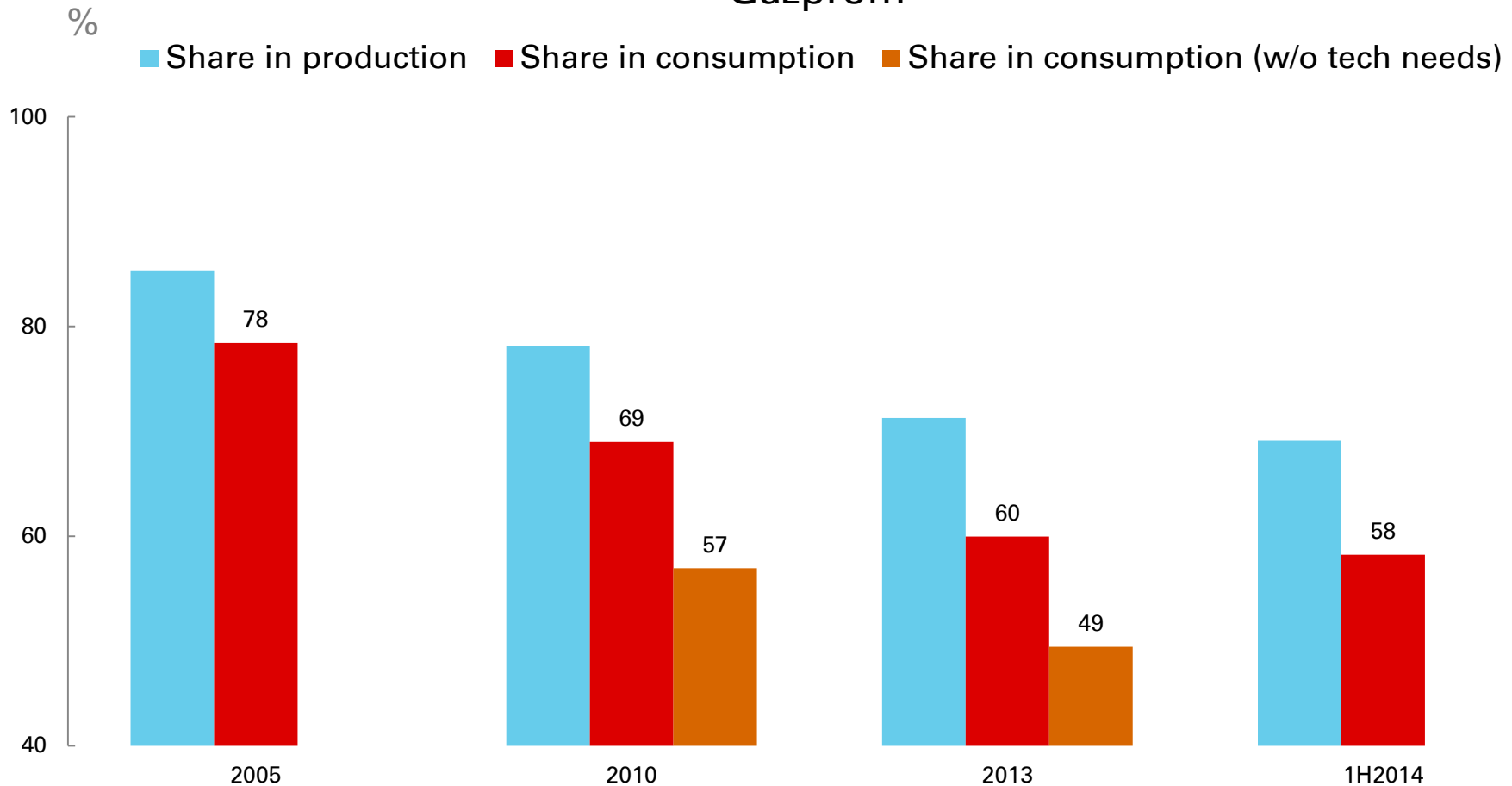
Change, y-o-y, St Bcm



# Gazprom is steadily losing domestic market to independent producers



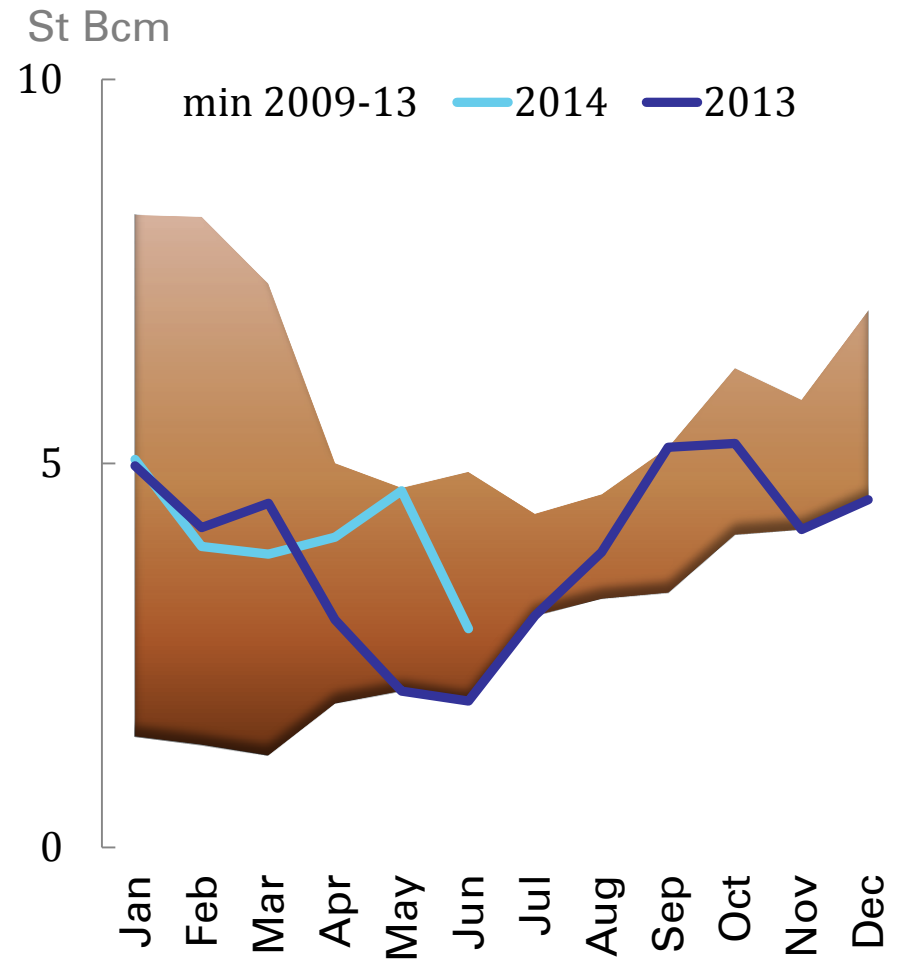
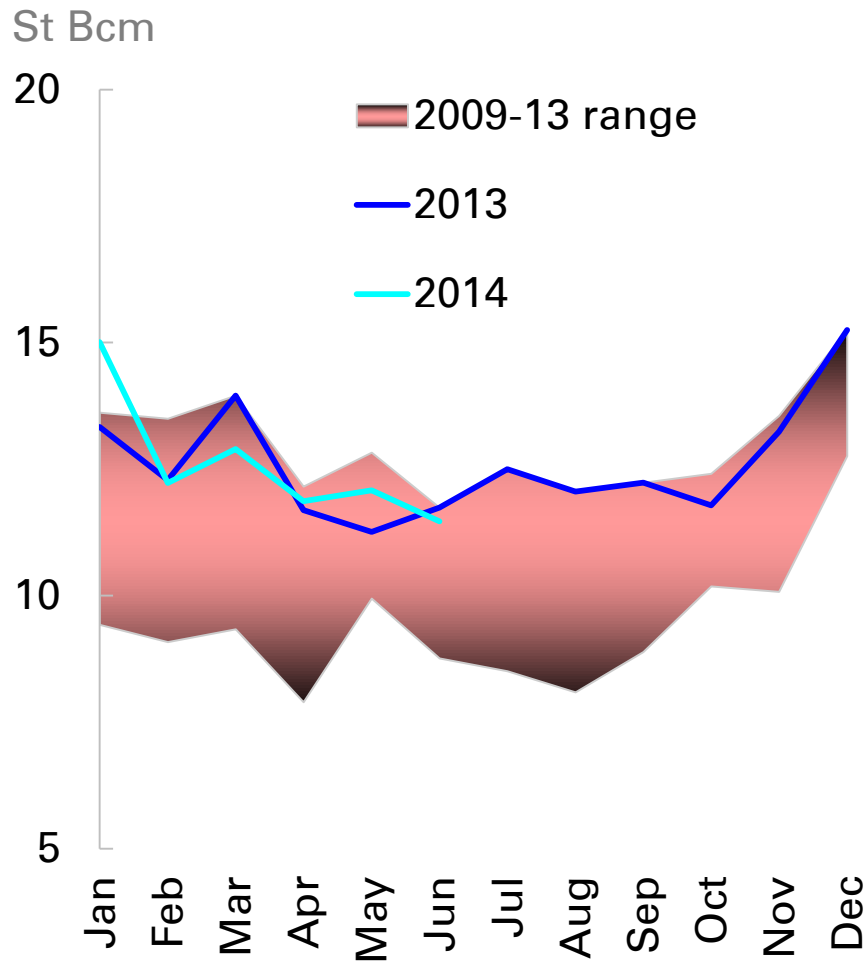
## Gazprom



Source: CDUTEK, BP calculations

# Russian gas flows to Europe

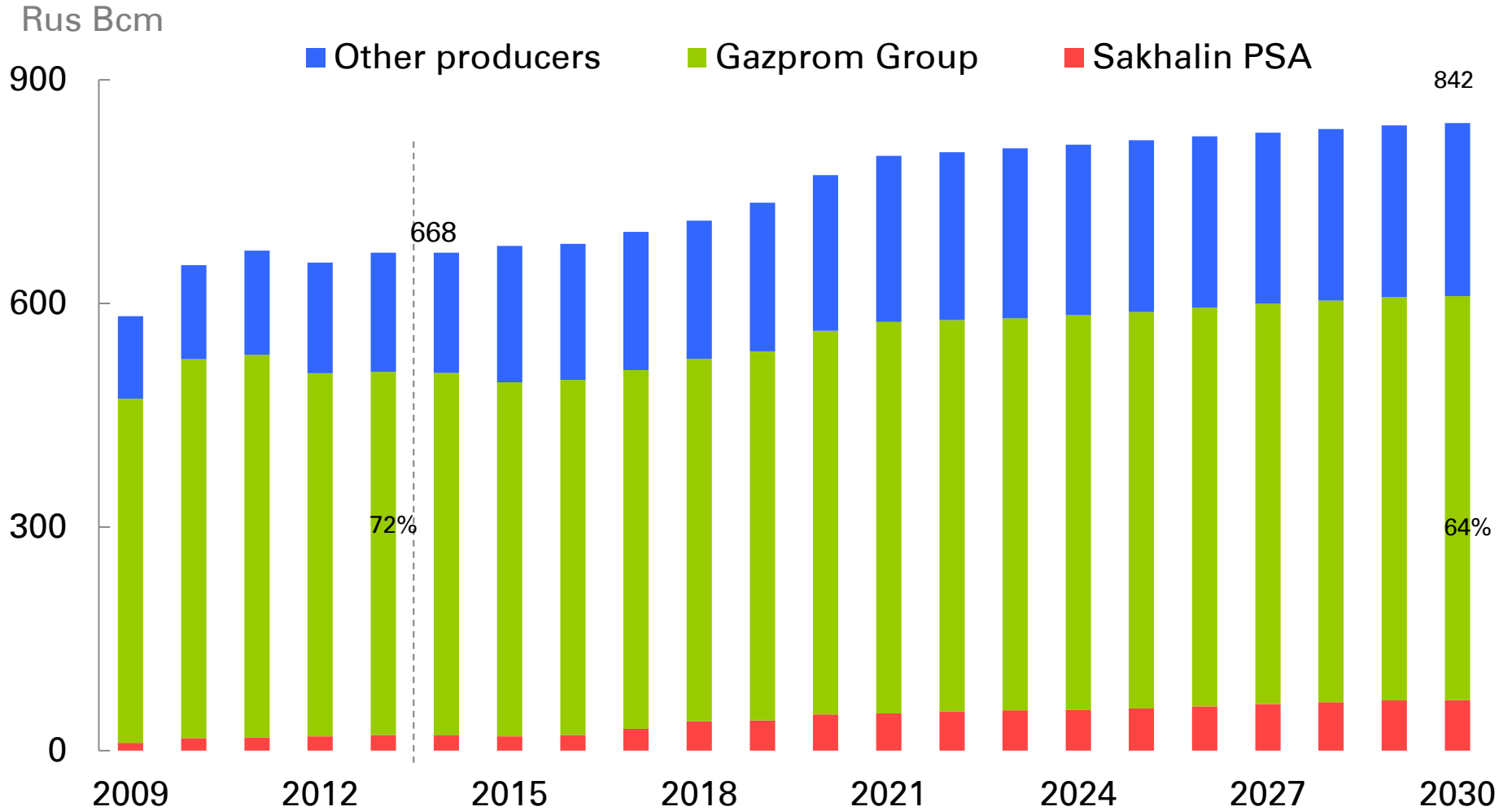
## Russian gas exports to Europe



Source: CDUTEK, GIE



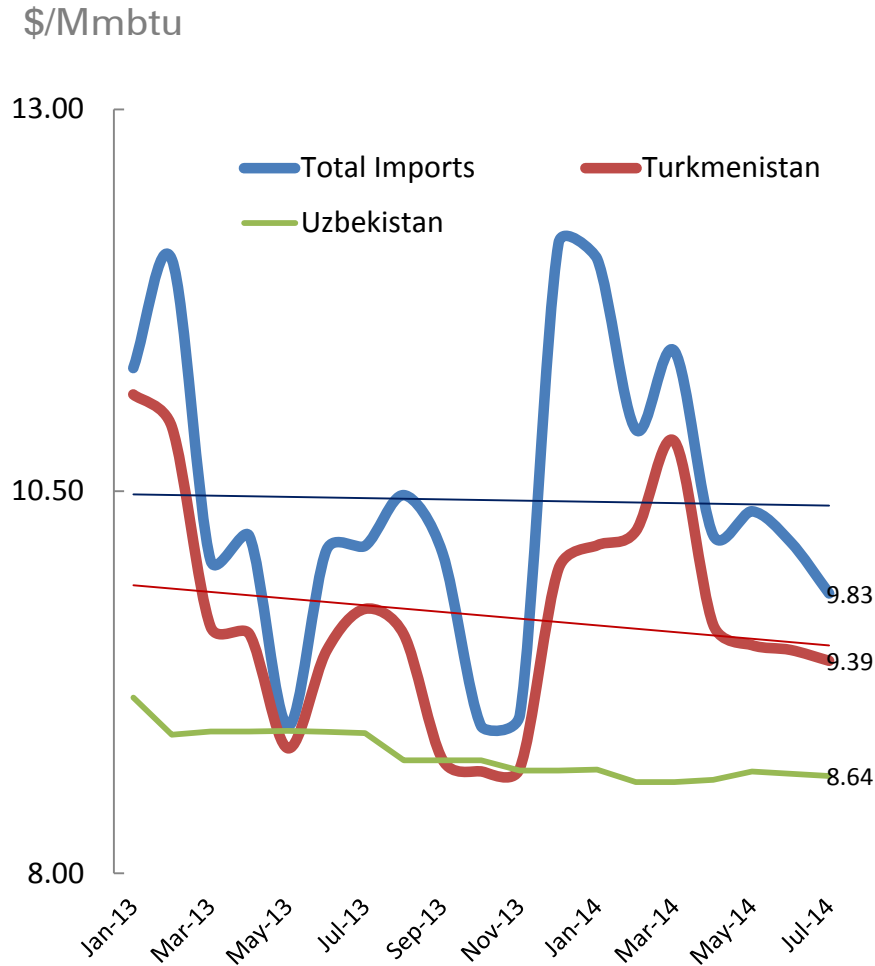
# Government's hopes for growth of Russia's gas production: +157 St Bcm by 2030



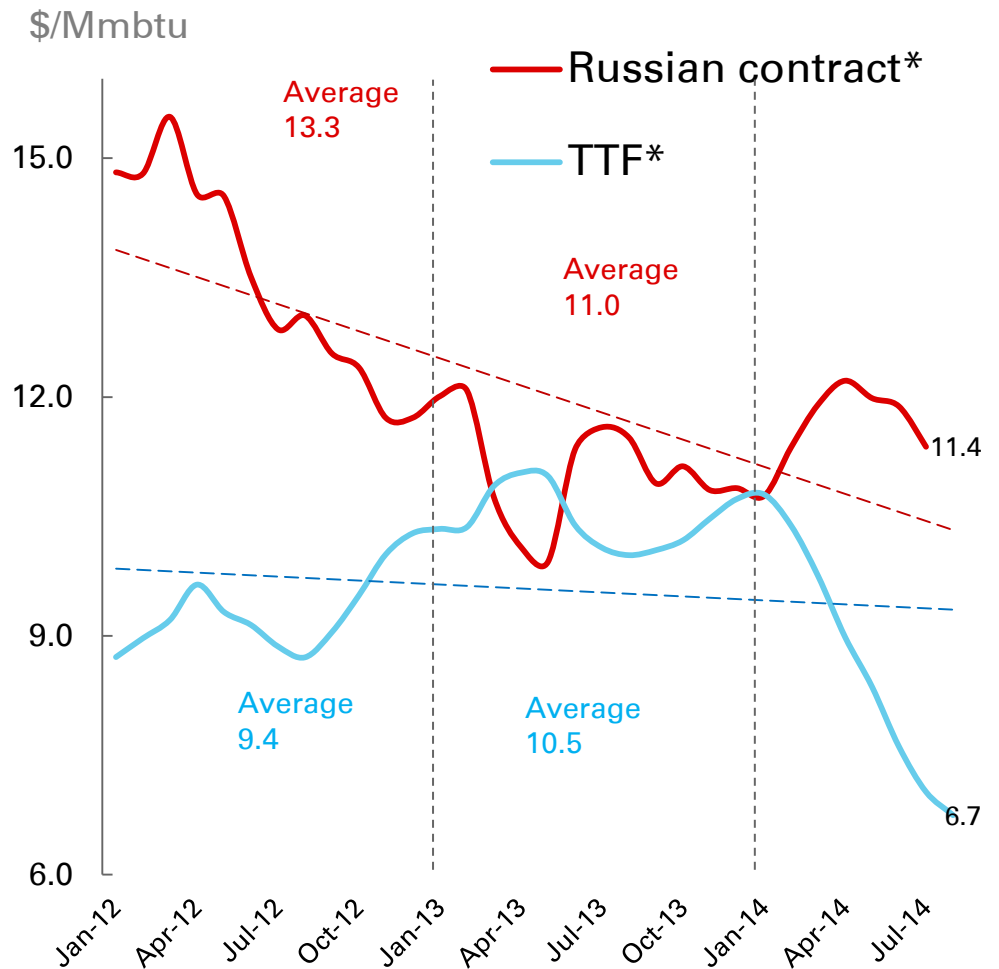
Source: MoED

# Where will Russian gas be sold?

## China gas import price



## German gas import price



\* 3-month moving average

Source: China's Customs, BAFA, BP calculations