

MINERAL AND RAW MATERIAL BASE DEVELOPMENT

GAS PRODUCTION

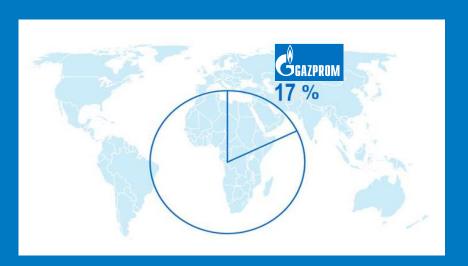
GAS TRANSMISSION SYSTEM DEVELOPMENT

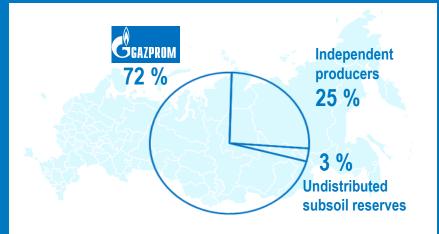


Distribution of Explored Gas Reserves ($A+B_1+C_1$) as of January 1, 2018

Gazprom's share in global gas reserves 17 %



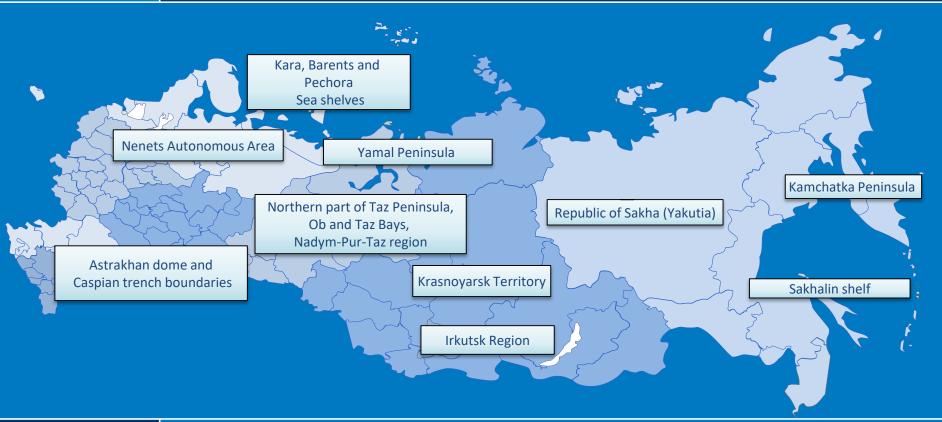




Gazprom's recoverable A+B₁+C₁ reserves amount to **35.4 trln m**³ of gas



Main Exploration Areas in Russian Federation





Gazprom Group's Mineral and Raw Material Base

Gazprom Group's recoverable reserves under Russian classification

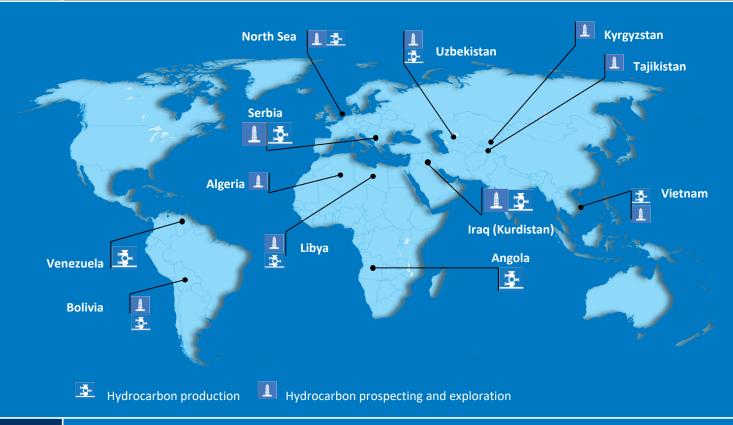
	Gas, bln m³			Condensate, mln t			Oil (recoverable), mln t		
Year	AB ₁ C ₁	B ₂ C ₂	AB ₁ C ₁ +B ₂ C ₂	AB ₁ C ₁	B ₂ C ₂	AB ₁ C ₁ +B ₂ C ₂	AB ₁ C ₁	B ₂ C ₂	AB ₁ C ₁ +B ₂ C ₂
01.01.2018	35,355.4	13,210.9	48,566.3	1,595.6	1,015.3	2,610.9	2,045.3	1,632.1	3,677.4

Gazprom Group's proven and probable reserves under international classification (PRMS)

Year	Gas, bln m³	Condensate, mln t	Oil, mln t	
01.01.2017	23,855.1	1,018.9	1,378.7	
01.01.2018	24,146.6	1,105.7	1,360.0	



Gazprom's Operations Abroad





Gazprom Group's Exploration Activities in 2017

	Indicators	Exploratory drilling, thous. m	Number of	3D seismic	Exploration	Addition of explored reserves (AB ₁ C ₁)			
			constructed wells	surveys, thous. km²	budget (VAT incl.), RUB bln	Gas, bln m³	Condensate, mln t	Oil, mln t	
	Gazprom Group, total	104.3	44	19.9	86.7	852.9	95.6	3.3	
	in Russia	85.9	36	18.7	82.6	852.9	95.6	3.3	
	abroad	18.4	8	1.2	4.1	-	-	-	



Main Exploration Results in 2017

Four fields discovered:

- Yuzhno-Lunskoye gas and condensate field (Sea of Okhotsk)
- Salairskoye gas and condensate field (Krasnoyarsk Territory)
 - Novozarinskoye oil field (Orenburg Region)
- Zhagrin oil field (Khanty-Mansi Autonomous Area Yugra)

Aggregate hydrocarbon reserves (C₁+C₂ categories): 63.0 bln m³ of gas; 42.4 mln t of condensate and oil

47 deposits discovered

in fields discovered earlier

(Tambeyskoye, Malyginskoye, Padinskoye, Vyngayakhinskoye, Sutorminskoye, Kraineye, Yety-Purovskoye, Vyngapurovskoye, Mereto-Yakhinskoye, Yuzhno-Tabaganskoye, Archinskoye, Kulginskoye, Zemlyanskoye, Baleykinskoye, Ignyalinskoye, Orekhovo-Yermakovskoye)

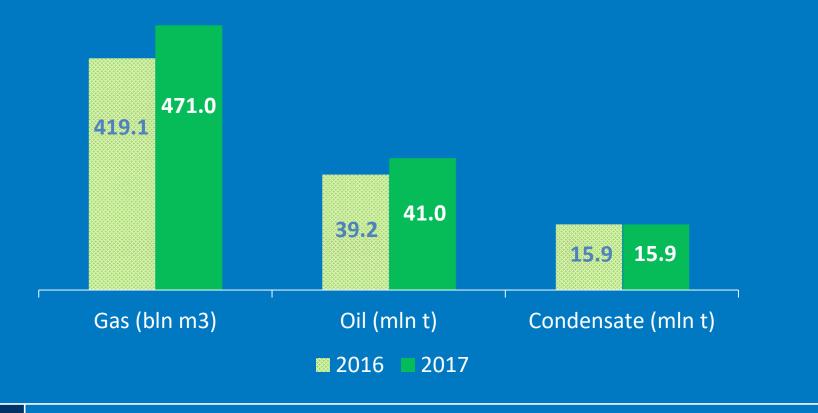
Aggregate hydrocarbon reserves (C₁+C₂ categories): 200.2 bln m³ of gas; 27.4 mln t of condensate and oil

First-level strategic targets achieved:

- gas reserve replacement ratio 1.82
- aggregate gas reserves 35.4 trln m³

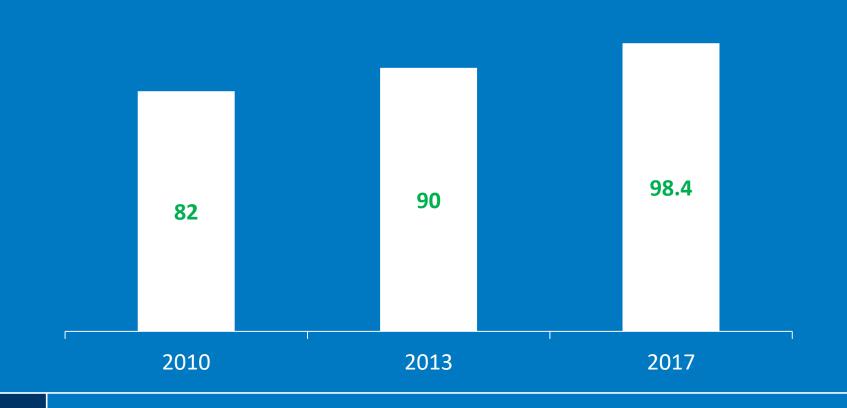


Hydrocarbon Production in 2017 (including Gazprom Neft)





Associated Petroleum Gas Utilization by Gazprom (excluding Gazprom Neft), %





Gazprom's Gas Transmission System in Russia

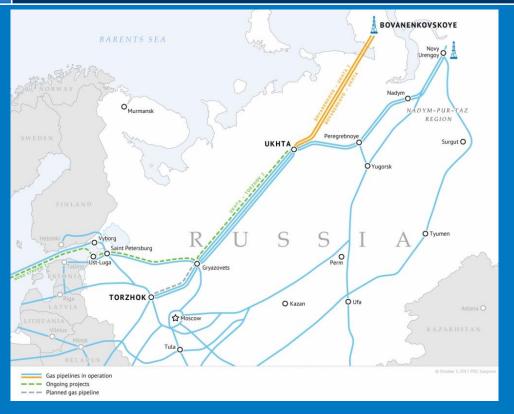


172,000 km of gas pipelines

254 compressor stations
with installed capacity of
46,700 MW



Bovanenkovo – Ukhta – Torzhok Gas Transmission Corridor



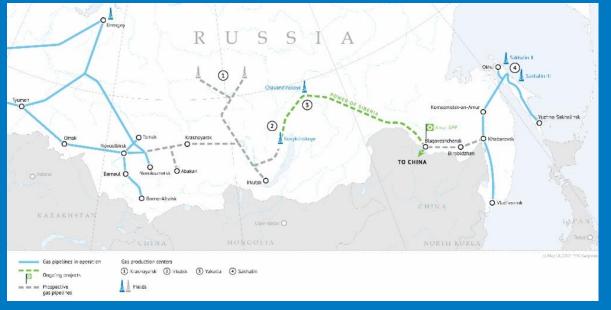
Length of corridor is over 2,400 km.

Length of Bovanenkovo – Ukhta section is around 1,100 km, design capacity – 115 bln m³ of gas per year (for gas supplies from Cenomanian-Aptian deposits of Bovanenkovskoye field).

Length of Ukhta – Torzhok section between Ukhta and Gryazovets is around **970 km**, design capacity – **90 bln m³** of gas per year.



Power of Siberia Gas Pipeline



Length – around 3,000 km.

Diameter – 1,420 mm.

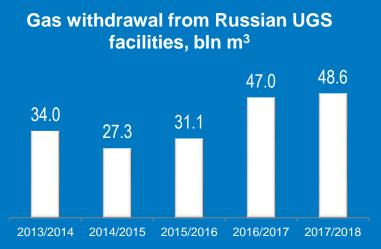
Pressure – 9.8 MPa.

Annual export capacity –

38 bln m³ of gas.



Performance of Russian UGS Facilities in 2017/2018 Withdrawal Season



Indicators	2017/2018		
Working gas inventories, bln m ³	72.184		
Potential maximum daily deliverability, mln m ³	805.3		



Conclusions

- 1. Gazprom is a world leader in a number of key areas:
- No. 1 globally in terms of natural gas reserves
- No. 1 globally in terms of natural gas production
- No. 1 globally in terms of the length of the gas transportation system
- 2. First-level strategic targets achieved
- 3. Continued progress in creating new gas production centers and implementing major gas transportation projects



THANK YOU FOR YOUR ATTENTION!