

29 April 2024

Copyright © 2024 Gas Strategies Group Ltd. All rights reserved. No part of this publication may be reproduced, distributed, or transmitted in any form or by any means, including photocopying, recording, or other electronic or mechanical methods, without the prior written permission of the publisher. If you would like to distribute this content please contact the Editorial team at Gas Strategies.



## Contents

Not so fast: Europe turns to Azerbaijan in hope of replacing Russian volumes Publication date: 11 August 2022

#### **Gas Strategies Group**

10 Saint Bride Street London UK EC4A 4AD

ISSN: 0964-8496

T: +44(0) 20 7332 9900 W: www.gasstrategies.com Twitter @GasStrategies



### **Editorials**

+44(0) 20 7332 9957 editor@gasstrategies.com

### **Subscriptions**

+44(0) 20 7332 9976 subscriptions@gasstrategies.com



# Not so fast: Europe turns to Azerbaijan in hope of replacing Russian volumes

On 18 July, European Commission president Ursula von der Leyen and Azerbaijan's president Ilham Aliyev met in Baku to sign a Memorandum of Understanding (MoU) that centres on doubling Azeri exports of gas to the EU by "at least" 20 Bcm/year by 2027. The MoU foresees the delivery of these additional volumes through the Southern Gas Corridor (SGC) and forms part of the EU's plan for reducing its heavy dependence on Russia for pipeline gas.

The EU and Azerbaijan also agreed to "accelerate the development and deployment of renewable energy generation and transmission capacity" in Azerbaijan. The country will eventually evolve from a fossil fuel supplier to a renewable energy partner, von der Leyen said: "[Azerbaijan] are a crucial energy partner for us and always have been reliable not only for security of supply, but also in our efforts to become climate-neutral."

But beyond the optimistic statements made by von der Leyen and her entourage in July, the MoU lacks substance. No plans or detailed strategies have been mentioned so far on how the increase in Azeri gas exports to the EU and renewable ambitions will be realised. According to industry sources, it is difficult to envisage how Azerbaijan can supply an extra 10 Bcm/year of gas to Europe within the next five years.

Copyright © 2024 Gas Strategies Group Ltd. All rights reserved. No part of this publication may be reproduced, distributed, or transmitted in any form or by any means, including photocopying, recording, or other electronic or mechanical methods, without the prior written permission of the publisher. If you would like to distribute this content please contact the Editorial team at Gas Strategies.

Page: 3





Consulting

+44 (0) 20 7332 9900 consult@gasstrategies.com



Alphatania Training

+44 (0) 20 7332 9910 training@gasstrategies.com



**Information Services** 

+44 (0) 20 7332 9976 subscriptions@gasstrategies.com

Copyright © 2024 Gas StrategiesGroup Ltd. Gas Strategies Group Limited is a company registered in England and Wales under company number 2225820. Gas Strategies is the trading name of Gas Strategies Group Limited. Registered company address: 10 St Bride Street, London, EC4A 4AD