# Cross-border gas pipelines in the Black Sea

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## Agenda

- Why the Black Sea?
- Black Sea & international law
- <u>Maritime areas & state</u> jurisdiction
- <u>Coast to coast vs Field to coast pipelines</u>
- 2019 A mendment to the Gas Directive
- <u>Bilateral & Regional</u> <u>Cooperation</u>

## Black Sea – position



#### Maritime areas

Territorial sea - 12 nautical miles (22 km)

- full sovereignty
- full jurisdiction

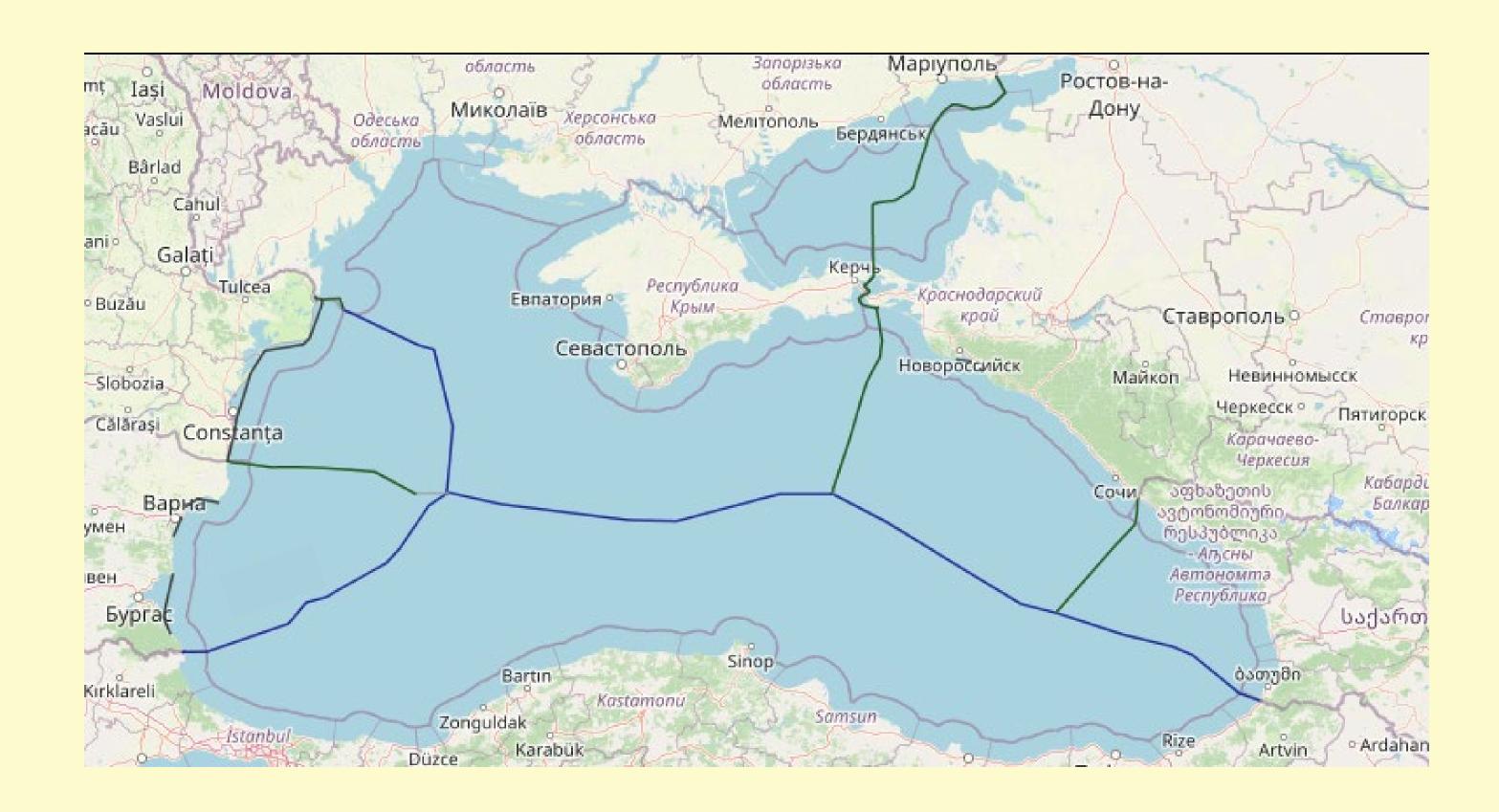
E conomic Exclusive Z one/ Continental Shelf - up to 200 nautical miles

- sovereign rights for exploration and exploitation of natural resources
- functional jurisdiction or limited jurisdiction
- protective jurisdiction

#### High Seas

- Black Sea lacks the high seas due to its enclosed nature
- not to be mistaken with the principle of the high seas

#### E conomic Exclusive Z one/ C ontinental shelf



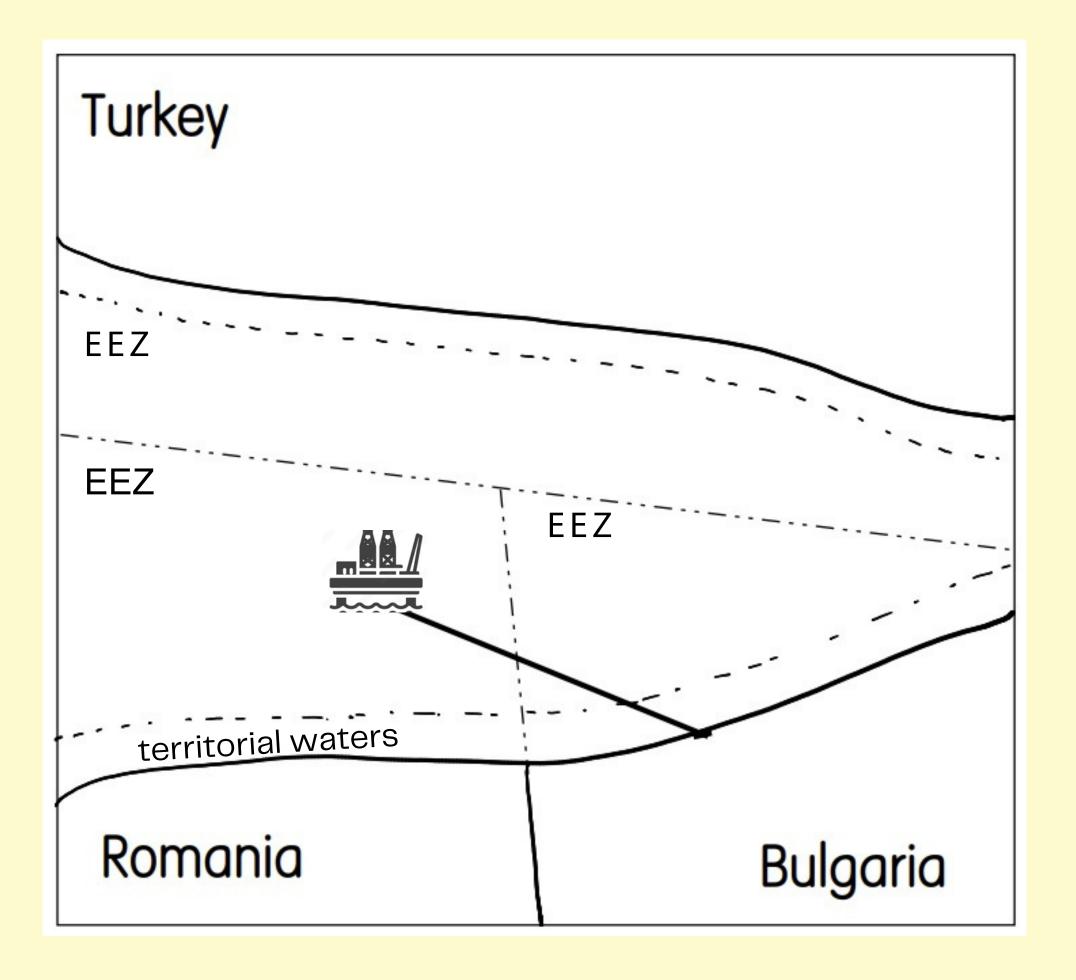
### Completed cross-border pipelines





#### Coast to coast pipelines - e.g., White Stream

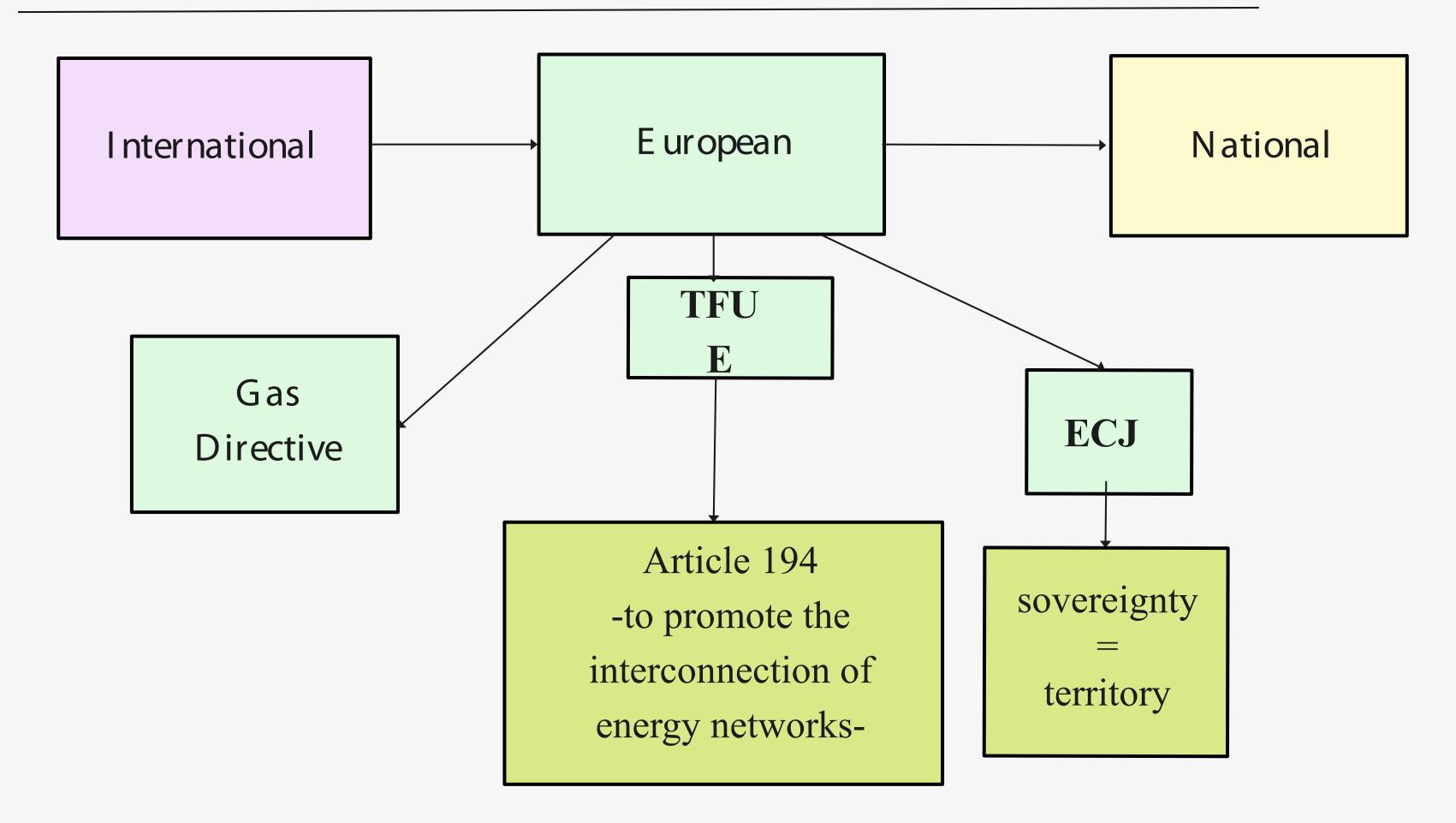




#### Coast to field pipeline

- proximity
- characteristics of the Black Sea continental shelf
- market

#### L egal dimensions



#### EU Law Dimension - Gas Directive

B efore 2019 A mendments	After 2019 Amendments
<ul> <li>EU law applicable to coast-to-field and transit pipelines within the EU</li> <li>pipelines to and from third countries? - Opinion of the Council Legal Services</li> </ul>	<ul> <li>new definition of interconnector - to include pipelines to and from third countries</li> <li>EU energy law scope extended with 12 nautical miles for interconnectors from third countries</li> </ul>

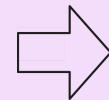
#### Definition of an interconnector

After 2019 Amendments Before 2019 Amendments • transmission line which crosses or spans a border transmission line which crosses or spans a border between MS for the sole purpose of connecting between MS for the sole purpose of connecting the national transmission systems of those MS or a transmission line between a MS and a third the national transmission systems of those MS. country up to the territory of the MS or the territorial sea of that MS.

#### Bilateral cooperation

# Inter-governmental agreements - IGAs

- jurisdiction
- tariffs
- licensing regime
- cooperation regarding construction
- decommissioning
- safety regime



2019 A mendment

- EU' control over negotiations /renegotiations of IGAs
- full compliance with EU law
- little incentive for third-party countries

#### Regional Cooperation for coast to coast pipelines

- Cross-border pipelines are subject to a mix of international, regional and national law
- EU law influence in the region increased exponentially, but an instrument solely designed under EU law would be hard to accept by non-EU coastal states
- Optimal solution  $\Rightarrow$  framework agreement based on international law to legislate the sections of the pipeline not covered by EU law (e.g., a section located on the EEZ/CS)

## Thank you!

Do you have any questions?





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