

Chechen Court Overturns \$140M Gas Debt Write-Off

April 11, 2019



Kirill Zykov / Moskva News Agency

A Chechen court has overturned an earlier ruling ordering Russian gas giant Gazprom to write off 9 billion rubles (\$140 million) of the region's gas debt.

Unpaid debts on utility bills are a widespread problem in Chechnya's capital of Grozny, where local media <u>reported</u> extensive raids and mass blackouts over unpaid bills by as many as 35 percent of residents. The North Caucasus republic's district court <u>said</u> in January that Chechen customers' debt owed to a Gazprom subsidiary was "unrecoverable."

Related article: Fearing Protests, Court Orders Gazprom to Write Off Chechnya's \$135M Gas Debt

Chechnya's Supreme Court reversed the district court's ruling on Thursday, the state-run RIA Novosti news agency <u>reported</u>.

Gazprom estimated that as of Jan. 1, 2018, Chechen gas consumers had owed 14.4 billion rubles. Nationwide accumulated debt <u>totaled</u> 30.1 billion rubles as of Jan. 1, 2019, Gazprom's subsidiary Gazprom Mezhregiongaz said.

The January judgment had prompted other regions to <u>submit</u> similar requests that their debts be repealed, posing a dilemma for President Vladimir Putin whether to side with Gazprom or Chechen leader Ramzan Kadyrov.

Original url:

https://www.themoscowtimes.com/2019/04/11/chechen-court-overturns-140m-gas-debt-write-off-a651 97