

LNG WORLD MARKET UPDATE

April 26, 2018

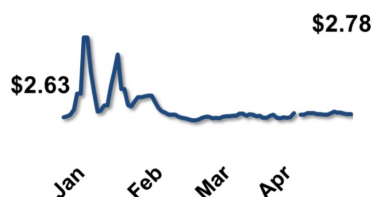
Drewry: LNG Gaining Traction as Future Marine Fuel; Santos Delivers Scotia Project Ahead of Schedule; LNG Buyers Lined Up for Mozambique Project; Gazprom Continues To Ship Gas To Europe Like It's Winter. Subscription options for this report are available at the bottom of this email. Please contact AGDC External Affairs at externalaffairs@agdc.us with questions.

Natural Gas

HH Spot Price
\$2.78 (\$/MMBtu)
April 23 close

Weekly Change
↓\$0.10 (-3.47%)

Trend

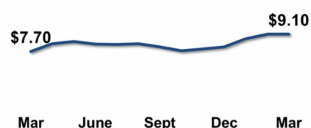


Source: EIA

LNG Import Price

Japan
\$9.10 (\$/MMBtu)
April 2018

Trend



Source: World Bank

Drewry: LNG Gaining Traction as Future Marine Fuel

(LNG World News, April 26) - With less than two years before the sulphur cap comes into force, LNG is looking more plausible as the marine fuel of the 21st Century, a report by the shipping consultancy Drewry notes. The consultancy assumes that some large vessels in the dry bulk, tanker and container segments with age below 15 years will retrofit LNG engine. Adding the confirmed new LNG projects to the current capacity in the market, Drewry estimates that annual supply will be about 72 million tonnes by 2022. [Read more.](#)

Santos Delivers Scotia Project Ahead of Schedule

(Your Oil and Gas News, April 26) - Santos has successfully completed commissioning and start-up of the Scotia CF1 project in Queensland, ahead of schedule and under budget with initial full field production exceeding 40 TJ/day, in line with expectations. More than 400 people worked on the project which involved expanding the Scotia compression plant and field from 23 to more than 100 wells, building 85km of linear infrastructure, two 4G communications towers and an irrigation system for water treatment. [Read more.](#)

LNG Buyers Lined Up for Mozambique Project

(LNG Industry, April 26) - According to Steven

Wilson, vice president and country manager in Mozambique for the Woodlands, Texas-based explorer, Anadarko secured a 15 year supply deal with Electricite de France SA in February and is now looking to close deals with other customers. [Read more.](#)

[Gazprom Continues To Ship Gas To Europe Like It's Winter](#)

(Oilprice.com, April 26) - Gazprom is currently shipping as much gas to Europe as it typically does in winter months, and expects demand this summer to be close to winter levels, Alexander Medvedev, Deputy Chairman of the Management Committee at the Russian gas giant, told Bloomberg in an interview in Berlin. According to the Russian gas giant, its gas deliveries between January 1 and April 15 rose by 6.3 percent compared to the same period of 2017, with supplies to Austria surging by 74.5 percent, to the Netherlands by 108.9 percent, and to France by 9.5 percent. [Read more.](#)