

LNG WORLD MARKET UPDATE

May 24, 2018

Woodside Looks to Speed Up Scarborough Gas Development Off Australia; Kuwait Petroleum Plans \$2.6 Billion Loan for LNG Terminal; Novatek Agrees to Sell 10% in Arctic LNG 2 to France's Total; India's GAIL Turns to Spot and Short-term LNG Deals. 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

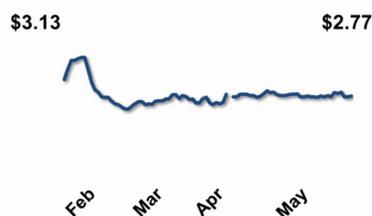
\$2.77 (\$/MMBtu)

May 21 close

Weekly Change

↓\$0.07 (-2.46%)

Trend



Source: [EIA](#)

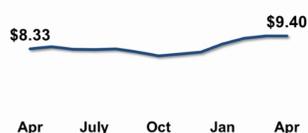
LNG Import Price

Japan

\$9.40 (\$/MMBtu)

May 2018

Trend



Woodside Looks to Speed Up Scarborough Gas Development Off Australia

(Nasdaq, May 23) - Australia's biggest liquefied natural gas (LNG) producer Woodside Petroleum on Wednesday outlined plans to accelerate and expand its Scarborough gas project off northwestern Australia, now expected to cost \$10 billion. Woodside is looking to start producing gas in 2023, two years earlier than previously flagged, with LNG production from an expanded Pluto plant starting in 2024. [Read more.](#)

Kuwait Petroleum Plans \$2.6 Billion Loan for LNG Terminal

(Reuters, May 23) - A Kuwait Petroleum Corporation-owned firm plans to borrow up to \$2.6 billion from banks and export credit agencies to build a liquefied natural gas import terminal, banking sources said. Kuwait Integrated Petroleum Industries Company (KIPIC) will use the money raised to develop the terminal at Kuwait's Al Zour complex, which also has a refinery and a petrochemical facility. [Read more.](#)

Novatek Agrees to Sell 10% in Arctic LNG 2 to France's Total

(Platts, May 24) - Russia's Novatek and Total have signed a binding agreement for the French company to enter the Arctic LNG 2 project in

Russia's Gydan Peninsula, with the operator seeking to attract foreign partners for at least 40% of the project. Arctic LNG 2, a 19.8 million mt/year LNG plant planned for construction in the Russian Arctic, is expected to launch its three 6.6 million mt/year trains between 2022 and 2025. [Read more.](#)

[India's GAIL Turns to Spot and Short-term LNG Deals](#)

(Reuters, May 24) - Indian gas utility GAIL (India) has switched its focus to short-term and spot deals for the purchase of liquefied natural gas (LNG) to meet rising demand and hedge against price volatility, its chairman said. The move from longer-term deals comes as India builds infrastructure, including pipelines and import facilities, to raise the share of gas in its energy mix to 15 percent by 2030 from the current level of about 6.5 percent. [Read more.](#)