

## LNG WORLD MARKET UPDATE

April 21, 2017

Australian government collaborates with industry to recover natural gas resources; Korean tender cause for cautious optimism; China delivers to Yamal; and Canada clears the way for Fort Nelson LNG. This weekly news blast is intended to provide relevant industry information to Alaskan stakeholders and inform audiences of the competitive landscape in the global LNG market. Subscription options for this report are available at the bottom of this email. Please contact AGDC External Affairs at [externalaffairs@agdc.us](mailto:externalaffairs@agdc.us) with questions.

### Natural Gas

#### HH Spot Price

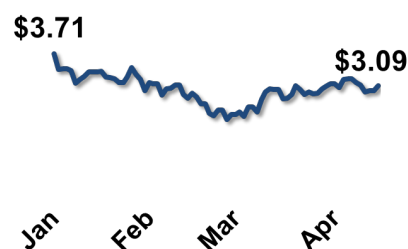
\$3.09 (\$/MMBtu)

April 17 close

#### Weekly Change

↓ \$0.06 (-1.90%)

#### Trend



Source: EIA

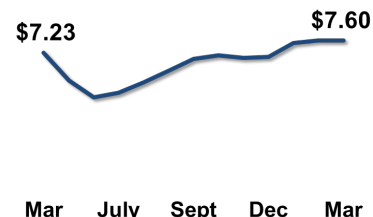
### LNG Import Price

#### Japan

\$7.60 (\$/MMBtu)

March 2017

#### Trend



Source: World Bank

### [Australian Government Pledges Resources to Feasibility Study](#)

(The Australian; 19) - The government of Northern Territory, Australia has pledged \$250,000 to a \$625,000 feasibility study into the construction of an additional LNG production train at Darwin LNG. ConocoPhillips owned Darwin LNG is currently a one-train project. ConocoPhillips Northern Territory and Western Australia external affairs chief, Kayleen Ewin, said, "With Darwin LNG, five upstream joint ventures and the Northern Territory government involved, it is a pioneering example of all of industry and government collaborating on solutions to unlock major investments." [Read more](#)

### [Korea LNG Tender Cause for Optimism in Lackluster Market](#)

(Reuters; April 21) - Korea Gas Corp caused Asian spot LNG prices to rise on Thursday in response to their new tender for June and July supply. The spike gives hope to some investors that the long lull in the global LNG market may be nearing an end. Still, others are more pessimistic and do not expect prices to surpass \$5.80 any time soon. [Read more](#)

### [China Enters the High-End Gas Equipment Market](#)

(China Daily; April 14) - China Offshore Oil Engineering Co Ltd (COOEC) continues to deliver on its \$1.64 billion Yamal LNG contract. Soon COOEC will ship the final 16 modules or advanced heavy equipment to the Yamal Peninsula for incorporation into the liquefaction facility. While China exports this advanced equipment, China will import much of the gas produced by Yamal LNG. [Read more](#)

### [Fort Nelson LNG Receives Regulatory Approval](#)

(Alaska Highway News; April 20) - KT Energy received regulatory approval to construct and operate its proposed Fort Nelson LNG Plant. The facility, which will be located northwest of Fort Nelson, will provide LNG via long-haul trucks to remote communities across northern B.C., the Northwest Territories, the Yukon, and Alaska. The company intends to commence construction next summer with the goal of bringing the plant online in late 2018. [Read more](#)