

## LNG WORLD MARKET UPDATE

September 21, 2017

Yamal LNG ahead of schedule, Jamaica making the change to natural gas, LNG Canada presses ahead to construct export terminal, Norway's oil fund reaches record high. 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

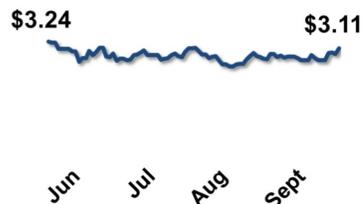
\$3.11 (\$/MMBtu)

September 18 close

#### Weekly Change

↑\$0.23 (7.99%)

#### Trend



Source: [EIA](#)

### LNG Import Price

#### Japan

\$8.30 (\$/MMBtu)

September 2017

#### Trend

### Novatek to Fire up Yamal LNG's Train One in November

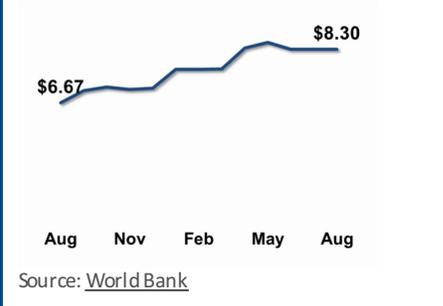
(LNG World News; September 21) - Russian energy minister Alexander Novak said the project's first stage will be launched in November. The three train Yamal LNG plant will liquefy gas from the South Tambey field on the Yamal Peninsula in Russia's West Siberia, and was scheduled for start up in 2017, 2018, and 2019, but chief executive and co-owner, Leonid Mikhelson, stated that the \$27 billion project could come online months early.

[Read more.](#)

### JPS to Produce 45 % of Power from LNG by June 2019

(Jamaica Observer; September 20) - The power company's Old Harbour and Jamaica Aluminum Company plants will come on stream to join the Bogue facility in Saint James, which received its first shipment of LNG in October 2016. Natural gas is expected to not only provide diversity to fuel choice, but also reduce environmental emissions and provide greater stability in prices. "It is moving away from the heavy oil... the dirty oil. It is about using clean oil to generate electricity," says JPS Regional Director for Western Jamaica, T'Shura Gibbs. Gibbs said that unlike fossil fuel "where the price is volatile and up and down, there is more stability when it comes to LNG".

[Read more.](#)



## [LNG Canada's Optimistic CEO Seeks a Prime Contractor for Export Terminal](#)

(Newscaf.com; September 19) - Despite the gloomy outlook for LNG proposals worldwide, chief executive officer of LNG Canada, Andy Calitz, is pressing ahead with the legwork required to construct the export terminal on an industrial site in Kitimat. "I do not subscribe to the view that the growth period for LNG or natural gas is over," Mr. Calitz said in an interview. An industry source said Malaysia's state-owned Petronas wants to join the LNG Canada consortium, but Mr. Calitz declined to comment on whether Petronas might be successful in its quest to acquire a minority interest. [Read more.](#)

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## [Norway's Oil Fund Tops \\$1tn in Assets for First Time](#)

(Cetusnews.com; September 19) - The oil fund, which started in 1996, was set up to help manage Norway's oil wealth for future generations by taking all the revenues the state receives from petroleum and investing it in financial assets abroad. In a country of just 5.2m people, the oil fund has been an extraordinary success, growing faster than ministers imagined to become one of the world's largest investors, owning on average 1.3 per cent of every listed company in the world. But it faces big questions about its future. The newly elected centre-right government in Norway will have to decide whether the fund should invest more money in privately held assets including infrastructure and private equity, whether to set up a separate organisation for the fund outside of the central bank where it is currently based, and decide how much of the fund the government should use in its budget. An unofficial rule to use up to 4% of the fund's value each year has been revised down to 3% but many argue that this still could prove too much, especially as the fund's value increases. [Read more.](#)