

LNG WORLD MARKET UPDATE

November 22, 2017

Iraq Looks to Kuwait Gas Pipeline to Pay Off Reparations; France to Push LNG as Shipping Fuel; Cheniere's Corpus Christi LNG Project Progresses; Can LNG Save China from Winter Gas Shortage? 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

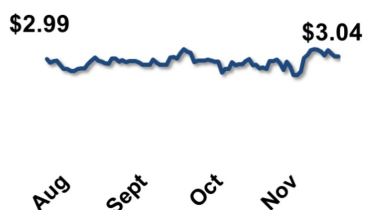
HH Spot Price

\$3.04 (\$/MMBtu)
November 13 close

Weekly Change

↓\$0.09 (2.88%)

Trend



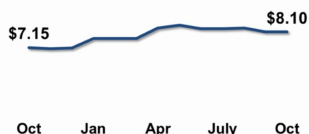
Source: [EIA](#)

LNG Import Price

Japan

\$8.10 (\$/MMBtu)
November 2017

Trend



Source: [World Bank](#)

Iraq Looks to Kuwait Gas Pipeline to Pay Off Reparations

(Reuters, November 22) - Iraq has hired Japan's Toyo Engineering (6330.T) to help build a gas pipeline to Kuwait and a related petrochemical plant as Baghdad looks to reduce flaring and finish paying reparations owed for its 1990 invasion of its neighbor. Toyo is proposing to construct a gas pipeline and start deliveries after 2019, industry sources said. [Read more.](#)

France to Push LNG as Shipping Fuel

(Reuters, November 21) - France will support the uptake of liquefied natural gas (LNG) as a cleaner fuel for ships by encouraging ports to develop the necessary infrastructure, its prime minister said on Tuesday. LNG has been promoted as an alternative to fuel oil for a shipping sector facing tougher emissions standards from 2020, and French-based container shipping giant CMA CGM said this month it would be the first to use LNG to power giant container ships. France will modify regulations on LNG to allow refuelling to take place at ports, and consider changing fiscal rules on amortising investments in new ships or engine technology, Prime Minister Edouard Philippe said. [Read more.](#)

Cheniere's Corpus Christi LNG Project Progresses

(LNG World News, November 22) - Cheniere's

Corpus Christi liquefaction project located on the U.S. Gulf Coast has reached 77.4 percent completion. According to the Houston-based LNG player's monthly report, the engineering has been completed with the procurement reaching 91 percent. Subcontract and direct hire construction work are at 51.1 percent and 52.1 percent respectively. The site has generally been restored from the impacts of Hurricane Harvey, the October report reads. [Read more.](#)

[Can LNG Save China from Winter Gas Shortage?](#)

(LNG Industry, November 22) - Wen Wang, China gas and LNG senior consultant, Wood Mackenzie, has offered an analysis of LNG's potential capacity to save China from a winter gas shortage. BTH relies heavily on inbound piped-gas from other provinces, and for that, the Shaan-Jing pipelines form the backbone for the region. During the coldest months, BTH can also tap on gas storage. CNPC operates four underground storage facilities in Tianjin and Hebei, and there is also a small amount of indigenous production from Bohai Bay and Dagang. However, there are challenges to using piped-gas and domestic production. The ramp-up schedule of Shaan-Jing IV pipeline remains uncertain. Also, it is unclear whether there will be sufficient gas from domestic gas fields or piped imports to feed into the Shaan-Jing pipelines. [Read more.](#)