

LNG WORLD MARKET UPDATE

October 26, 2016

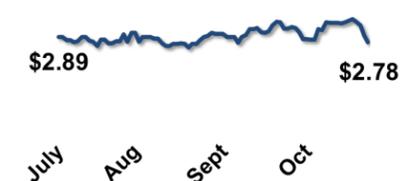
The Philippines is working toward an LNG-import strategy to fulfill future energy demand growth; Singapore chooses Shell among other companies to supply LNG to the region; Korea Gas Corporation pushes into natural gas market; and Japan's largest gas provider initiates a growth strategy to export LNG from North America to Southeast Asia. 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 Leah Levinton at llevinton@agdc.us with questions.

Natural Gas

HH Spot Price
\$2.78 (\$/MMBtu)
October 24 close

Weekly Change
↓ \$0.43 (13.4%)

Trend

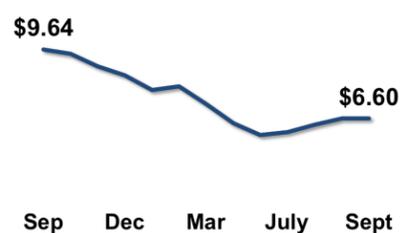


Source: EIA

LNG Import Price

Japan
\$6.60 (\$/MMBtu)
September 2016

Trend



Source: World Bank

Tokyo Gas Aims for Growth With Southeast Asia Strategy

(Nikkei Asian Review; Oct. 25) - Japan's top gas provider, Tokyo Gas, launched an aggressive growth strategy to secure stakes in shale gas projects in North America and export the fuel to Southeast Asia. The company has signed partnership deals with companies in Vietnam to construct an LNG terminal facility and also plans to work on developing gas delivery infrastructure. Vietnam's LNG production has long satisfied its domestic demand, but with its economy growing rapidly, the country now seeks to boost imports to satisfy a greater appetite.

[Read more](#)

KOGAS to Push Into Natural Gas Infrastructure Market

(Business Korea; Oct. 25) - Korea Gas Corporation (KOGAS) announced that it met with the minister of Electricity and Energy of Myanmar to suggest an infrastructure business to enter into the local natural gas market. Myanmar is expected to maintain more than a 7.5 percent economic growth every year by 2020. Accordingly, the demand of natural gas for power generation and industrial purposes is highly likely to rapidly rise. [Read more](#)

Shell Among New Gas Sellers for Singapore LNG Hub

(Bloomberg; October 23) - Singapore, which is vying to become a regional center for LNG trading in Asia, appointed Royal Dutch Shell Plc and Pavilion Gas Pte Ltd. as its next suppliers of the fuel. The companies will have exclusive rights to sell 1 million metric tons of LNG annually for up to 3 years, with imports beginning in 2017. By 2030, total LNG demand in the region will reach more than 50 million tons a year. [Read more](#)

Emerging LNG Markets: The Philippines

(LNG World Shipping; October 21) - The Philippines does not yet import LNG, but will have to satisfy a projected power-demand growth of 60 percent by 2030. Though the country's LNG-import plans have made slow progress, several project developments this year may strengthen the country's plans to join the LNG-import club. [Read More](#)