

LNG Market Overview: Demand, supply, the future

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Agenda

Introduction
Market Overview
Scenario 1: Gas Glut
Scenario 2: Tight Market
Scenario 3: The Certainties
Conclusion

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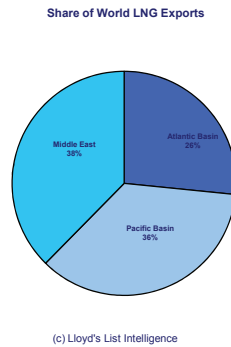
Market Overview: Supply

World supply up over a third in two years

Middle East: Qatar

Pacific Basin: Australia, Indonesia, Malaysia, Russia

Atlantic Basin: West Africa, Caribbean



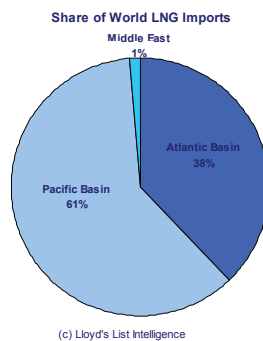
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Market Overview: Demand

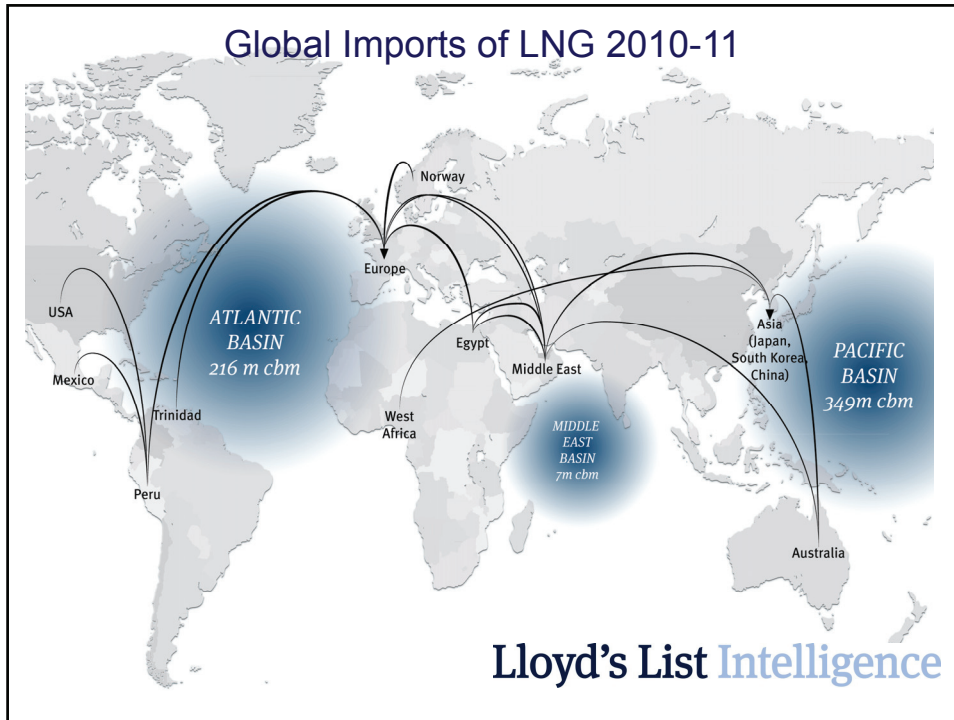
Middle East: a minor player at present

Pacific Basin: Japan, South Korea, China

Atlantic Basin: demand higher than supply

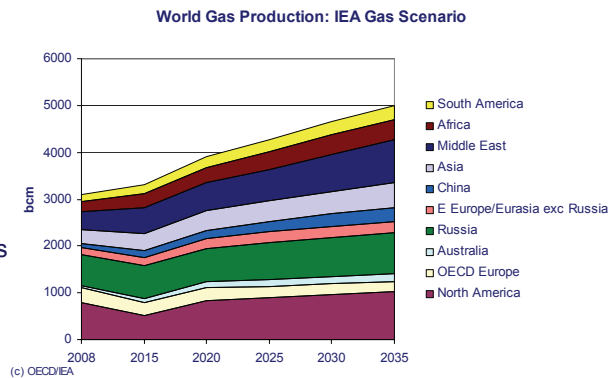


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Scenario 1: Gas Glut

High supply and demand
 Conventional reserves : 125 years
 Shale gas
 Implications for LNG's use as shipping fuel



Scenario 2: Tight Market

Demand grows: China, India
Nuclear's unpopularity

Shale gas: uncertainties

Supply tightens: Shale gas limited
Australia, Qatar, Iran?
Atlantic Basin

Vessel supply?

Implications for LNG as a fuel for shipping

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Scenario 3: the Certainties

Demand grows: China, India
Nuclear's unpopularity

Shale gas: Uncertainties

Supply grows: Shale Gas
Australia
Atlantic Basin

Pricing

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Conclusion

Rising demand will continue

Gas as part of a low carbon fuel strategy

Pricing: oil-indexation or gas-on-gas?

Policy support

LNG as mainstream fuel – market drivers not yet there

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Thank You

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