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### **Gas Strategies Group**

10 Saint Bride Street  
London UK  
EC4A 4AD

ISSN: 0964-8496

T: +44(0) 20 7332 9900  
W: [www.gasstrategies.com](http://www.gasstrategies.com)  
Twitter @GasStrategies

### **Editorials**

+44(0) 20 7332 9957  
[editor@gasstrategies.com](mailto:editor@gasstrategies.com)

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## [1] **Analysis**

Near-record EU carbon prices have pushed coal-fired generation to the margins in many European markets, potentially opening the way for gas to become the primary [2]power source [2], but surging renewables still leave some gas-fired plants out of the money.

## **International**

New York-based energy infrastructure player New Fortress Energy has agreed to pay USD 105 million to Centrica to cancel LNG purchases for the remainder of 2020 [3], allowing NFE to tap “significantly cheaper” volumes from the spot market.

Ministers from major energy-consuming economies around the world last week queued up to extoll the virtues of clean energy initiatives, but paid scant regard to the future role of gas and LNG [4] at an online summit convened by the IEA.

The Global Reporting Initiative has released new draft standards for oil and gas companies [5] reporting the impacts their businesses have on various environmental, social and governance (ESG) topics concerning “the economy, environment, and people”.

## **Africa**

**Mozambique** – Total has declared the construction site of the Mozambique LNG project free of Covid-19 infections [6], but the wider Cabo Delgado province remains a Sars-Cov-2 hotspot.

## Asia Pacific

**China** – South Korea's SK E&S has agreed to supply LNG to Chinese holding company Beijing Gas Blue Sky Holdings (BGBS) and buy a 30% stake in three BGBS distribution subsidiaries in a set of deals that could help the BGBS become China's top integrated gas operator [7].

BP has penned a gas supply deal with Chinese independent energy player ENN, under which the British major will become the first foreign firm to regasify LNG [8] through a terminal in China and directly supply gas to customers, BP said last Thursday.

**Singapore** – The city-state's Energy Market Authority has issued a Request for Proposal to appoint up to two new term LNG importers [9], with the move aimed at enhancing competition in the gas market.

## Europe

**EU** – An EU parliamentary committee has voted to allow the EU's USD 45 billion Just Transition Fund to invest in "environmentally sustainable" gas projects [10], despite NGOs lobbying MEPs to ensure the fund excludes all fossil fuels.

The European Commission has unveiled plans to channel up to USD 560 billion into hydrogen as part of a landmark 'Hydrogen Strategy' [11] to build up green H2 production capacity and develop low-carbon fossil fuel-based hydrogen.

Europe must act to kickstart [12] its hydrogen economy [12] and ensure a cost-effective energy transition in which unabated natural gas "can only play a bridging, transitional role", EC gas and electricity chief Florian Ermacora said during a webinar last Thursday.

**Denmark** – Pipelaying on the stalled Nord Stream 2 pipeline could restart in early August [13] after the Danish Energy Agency approved a request for the project to use anchored pipe-laying vessels to complete the remaining stretch offshore Denmark.

**Germany** – Siemens shareholders have voted 99.36% to spin-off the company's faltering energy business [14], made up of its gas and power segment and its 67% stake in wind turbine company Siemens Gamesa Renewable Energy.

**Turkey** – Turkey's largest construction company ENKA plans to install a new FSRU [15] and is seeking regulatory approval to use the vessel to supply gas to a nearby 1.5 GW CCGT plant and add gas to the national grid, according to reports.

**UK** – The proposed Acorn CCS project is set for a cash boost [16] after project operator Pale Blue Dot Energy was acquired by newly-formed Storegga Geotechnologies, which has received backing from investment fund Macquarie.

## Mediterranean

**Lebanon** – The country's hoped-for hydrocarbons bonanza [17] will barely make a dent Lebanon's massive public debt, according to a report cited by the Lebanese Oil & Gas Initiative, which has for several years sought to influence energy policy.

## Middle East

**Saudi Arabia** – Top global hydrogen supplier Air Products and Saudi duo ACWA Power and Neom have agreed to build the world's largest green hydrogen project [18] in Neom – a new mega-city planned in the north-west corner of the kingdom.

## North America

**US** – Dominion Energy has signalled the start of its decarbonisation push after agreeing to sell “substantially all” its gas pipeline and storage assets [19] to Berkshire Hathaway Energy in deal valued at USD 9.7 billion.

Dominion Energy and Duke Energy have also scrapped the Atlantic Coast pipeline [20], citing ongoing “litigation risk” from environmental pressure groups that renders the long-delayed USD 8 billion project “too uncertain to justify investing more shareholder capital”.

US LNG exports [21] could slip to 25% of capacity [21] utilisation in July and August, according to the EIA, which estimates that over 110 US LNG cargoes have been cancelled for the June-August period.



### **Consulting**

+44 (0) 20 7332 9900  
[consult@gasstrategies.com](mailto:consult@gasstrategies.com)



### **Alphatania Training**

+44 (0) 20 7332 9910  
[training@gasstrategies.com](mailto:training@gasstrategies.com)



### **Information Services**

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