



ABDULLAH BIN HAMAD AL-ATTIAH INTERNATIONAL FOUNDATION
FOR ENERGY & SUSTAINABLE DEVELOPMENT

مؤسسة عبدالله بن حمد العطية الدولية

للطاقة والتنمية المستدامة

(A Non-Profit Organization - مؤسسة غير ربحية)

DAILY NEWS

FLASH

Monday, 31 Oct 2016 2016

Source: NASDAQ 16:00 GMT 28 Friday

- Brent: \$ 49.71 bbl down 1.51 % and up 33.34 % YTD
- WTI: \$ 48.70 bbl down 2.05 % and up 31.48 % YTD
- HH: \$2.76 MMBtu up 1.21 % and up 18.27 % YTD
- UK: £4.806 (\$ 5.856) MMBtu down 0.98 % and up 44.22 % YTD
- Singapore: \$ 6.542 /MMBtu up 1.8 % Biweekly (27 Oct)

- **Oil falls as non-OPEC yet to pledge concrete output steps:**

TOKYO-Oil prices extended declines on Monday after non-OPEC producers made no specific commitment to join OPEC in limiting oil output levels to prop up prices, suggesting they wanted the oil producing group to solve its differences first.

Officials and experts from OPEC countries and non-OPEC nations including Azerbaijan, Brazil, Kazakhstan, Mexico, Oman and Russia met for consultations in Vienna on Saturday and only agreed to meet again in November before a scheduled regular OPEC meeting on Nov. 30, they said in a statement.

Russia expects to increase its oil output by 0.7 PCT next year and a further 0.9 PCT in 2018, the draft federal budget showed.

Reuters

- **Cost overruns near \$50bn as Australia's LNG boom falters**

Chevron's \$5bn capex blowout comes on top of falling gas prices

The total value of capital expenditure overruns in Australia's liquefied natural gas industry over the past decade has risen to almost \$50bn, after Chevron admitted a \$5bn cost blowout at its Wheatstone LNG facility.

The latest overruns come on top of a fall in LNG prices, meaning that the profitability of Australia's LNG industry is being squeezed at a time when it is poised to overtake Qatar as the world's largest exporter.

"The rampant cost inflation on Australian projects combined with the collapse in oil prices is damaging for a lot of these projects," said Neil Beveridge, analyst at Bernstein. LNG prices have been affected by a supply glut and are also linked to oil prices in Asia.

"You need a triple-digit oil price to justify the economics of these projects and deliver a return on capital to shareholders."

FT