

NATURAL GAS UPSTREAM OPERATIONS



LNG tanker *Jamal*

LNG unloading arm at a receiving terminal

We are actively promoting natural gas upstream operations along the new concepts in the LNG trading and transportation business and the natural resource development business.

Osaka Gas is advancing natural gas upstream operations, such as gas field development and LNG transportation, toward purchasing resources economically as a major component of the cost structure to strengthen cost competitiveness amid ongoing market liberalization, and achieving the objectives of expanding business revenues from a position on the top of the value chain.

Partnering with the Shell Group, Osaka Gas is jointly financing upstream development through the Northern Australia Gas Venture (NAGV). Our fourth LNG tanker currently under construction is mainly for transporting LNG from the Western Australia Expansion Project. The tanker will contribute to minimizing transportation costs while we examine how to use excess freight capacity. The Osaka Gas Group is making every effort to review the pricing structure for existing customers, examine switching to newer, relatively inexpensive contracts, and securing business profitability and price competitiveness.



The Northern Australia Gas Venture (NAGV)

