



Jamaica LNG Project

AMCHAM Energy Forum

9 February 2012

Knutsford Court Hotel, Kingston

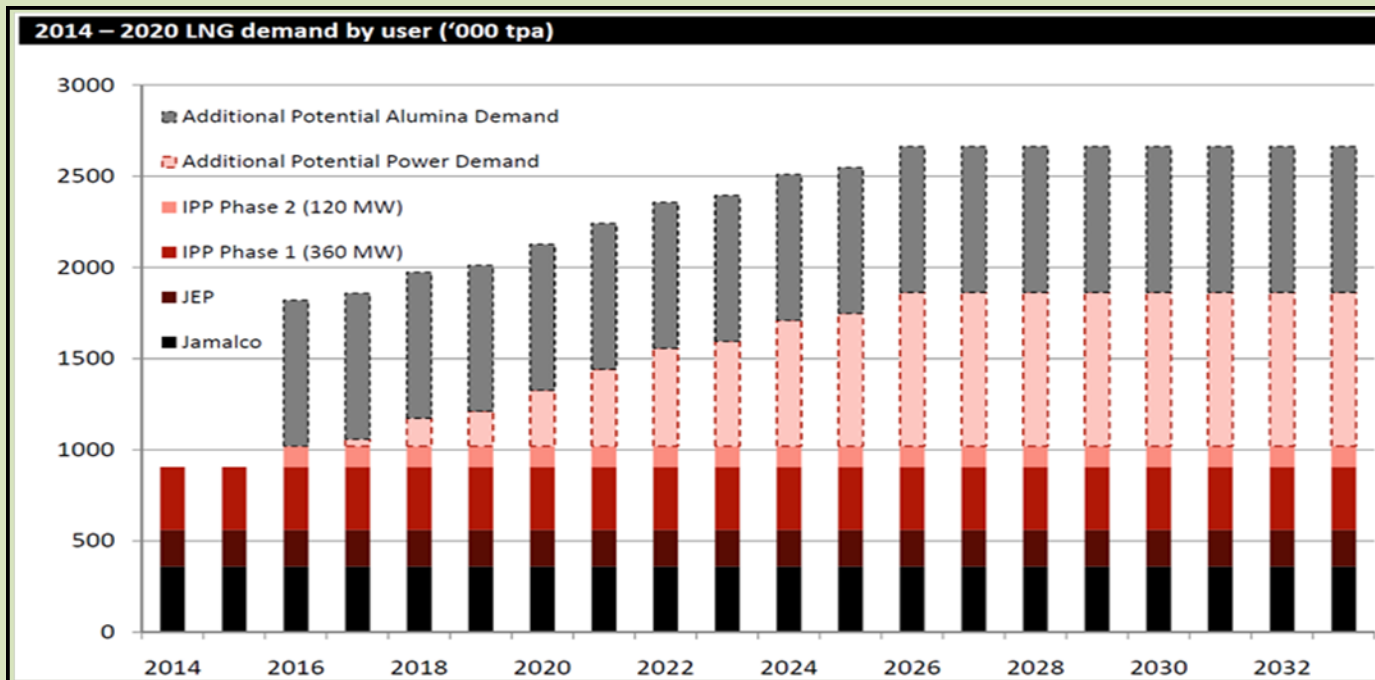
Background

- The LNG Project is part of the Government of Jamaica's National Energy Policy (2030) which focuses on diversifying its energy mix and reducing high energy costs
- This initiative led to:
 - Execution of MOU between Jamaica and Trinidad in 2004.
 - A FEED Study for an Onshore LNG receiving Terminal in 2006.
 - An RFP for LNG Floating Storage & Regasification Unit (FSRU) in 2009.
- Inconsistencies in the former tender process led to the GOJ's decision to approve a re-tender for the LNG Floating Storage & Regasification Terminal (SRT) and a new tender for LNG Supply.



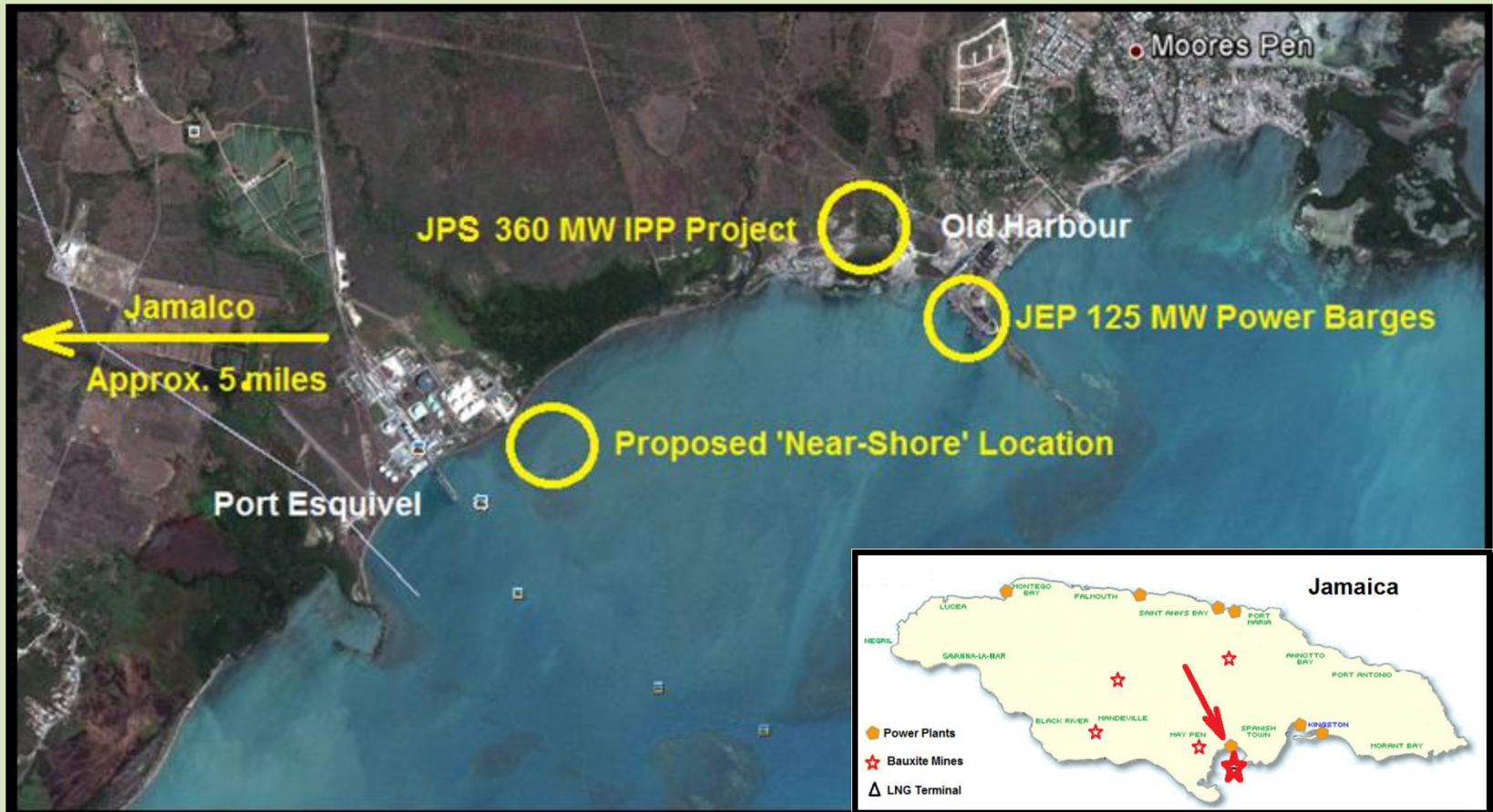
LNG Demand

- Initial “Phase One” Customers are:
 - Jamaica Public Services Company (new 360 MW IPP).
 - Jamaica Energy Partners (conversion of existing 125 MW Power Barges).
 - JAMALCO (Bauxite mining / Alumina refining).



Terminal Location

- Base Case is a 'near-shore' location nearby Port Esquivel.



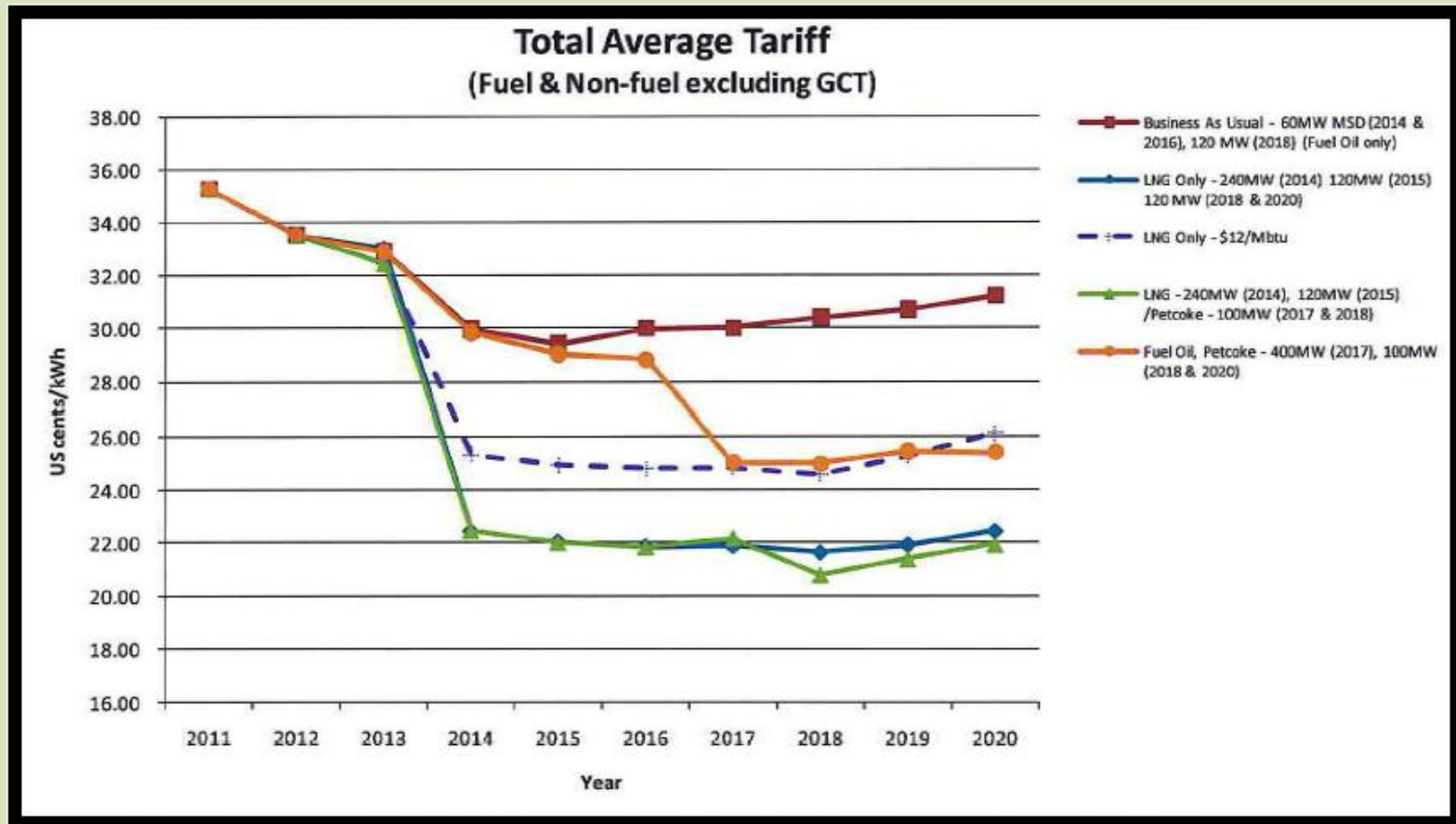
RFP Processes

- LNG Supply (Two Stage RFP) :
 - 1st Stage – Short-Listing based on Indicative Pricing.
 - RFP issued in August 2011
 - Bids from 5 large international companies were received in Nov 2011
 - 2nd Stage – Best & Final Pricing.
 - RFP to be issued in May 2012
 - Bids are due in July 2012
- LNG Floating Storage & Regasification Terminal :
 - RFP was issued in August 2011
 - Bids are due in April 2012
- RFP documents can be found at:

www.Cabinet.gov.jm/Procurement/LNG



Impact on Electricity Prices



Source: Jamaica Public Services Company



Summary

- Government of Jamaica (GOJ) committed to LNG Project as part of its fuel diversification strategy.
- Key aspects of LNG Project brought into alignment.
- Response from First Phase LNG Supply RFP very encouraging.
- Expect multiple bids from credible bidders for new tender for LNG Floating Storage & Regasification Terminal.
- Target Start-date is 2014.

