



# Importance of LNG – CPC Actions



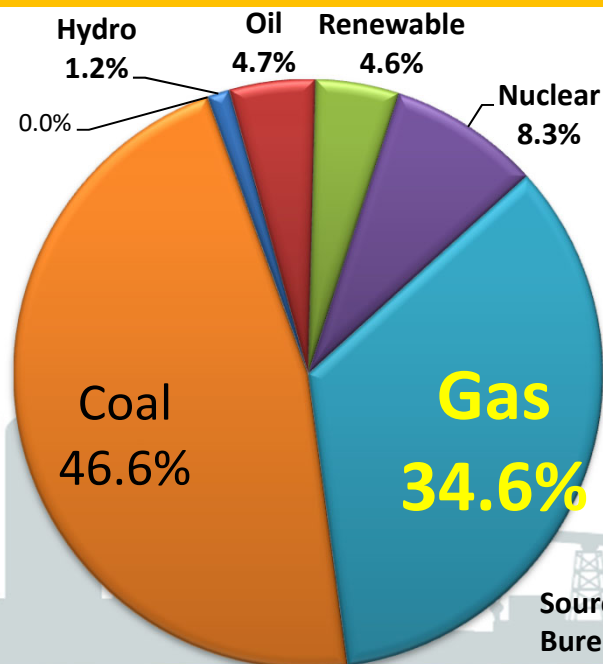
**Chairman Chein Tai**  
**CPC Corporation, Taiwan**  
**22nd October 2018**

# Nuclear-free homeland and energy transition

In order to achieve the target of nuclear-free homeland by 2025:

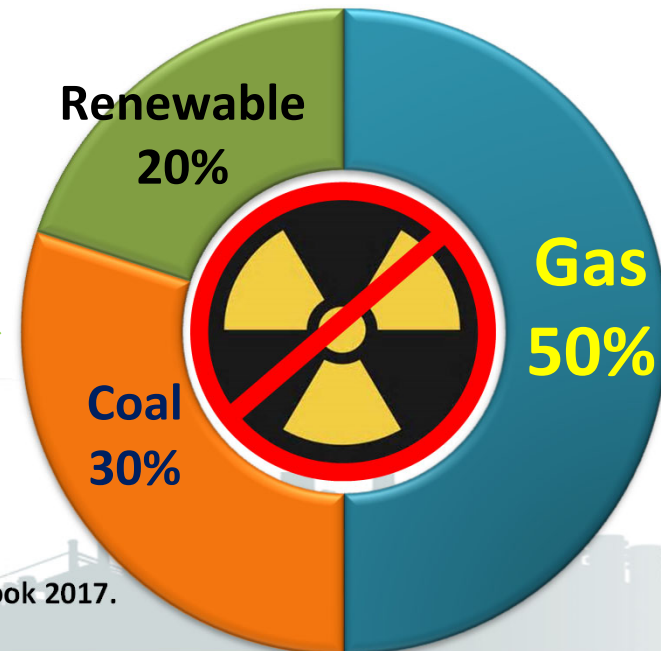
- The percentage of natural gas for power gen will increase from 34.6% in 2017 to 50% in 2025.
- Taiwan's LNG Demand will reach 22.91 MTPA in 2025. (Forecast by Bureau of Energy ).  
(\*Import quantity of LNG: 2017 - 16.51 million tons; 2018 - 16.90 million tons )

### The Electricity Mix in 2017



Energy  
Transition

### The Target in 2025



Source: Energy Statistics Handbook 2017.  
Bureau of Energy, ROC.

# Procurement Strategy: Diversification

- 99% of nature gas consumption relies on LNG import.
- The prime goal of Taiwan's energy policy : Security of supply
- Long-term LNG contracts with diversified supply sources.
- Supplement by short-term/spot procurement.

**Diversified  
Sources**

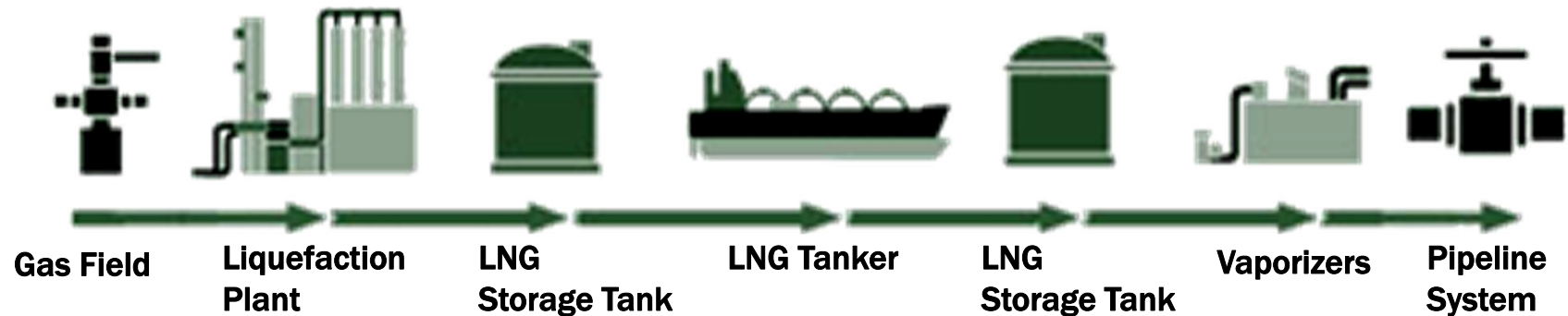
**Portfolio  
term  
contracts**

**Diversed  
Pricing  
Indexes**

# Collaboration within LNG Value Chain

## ■ Regional cooperation in various modes

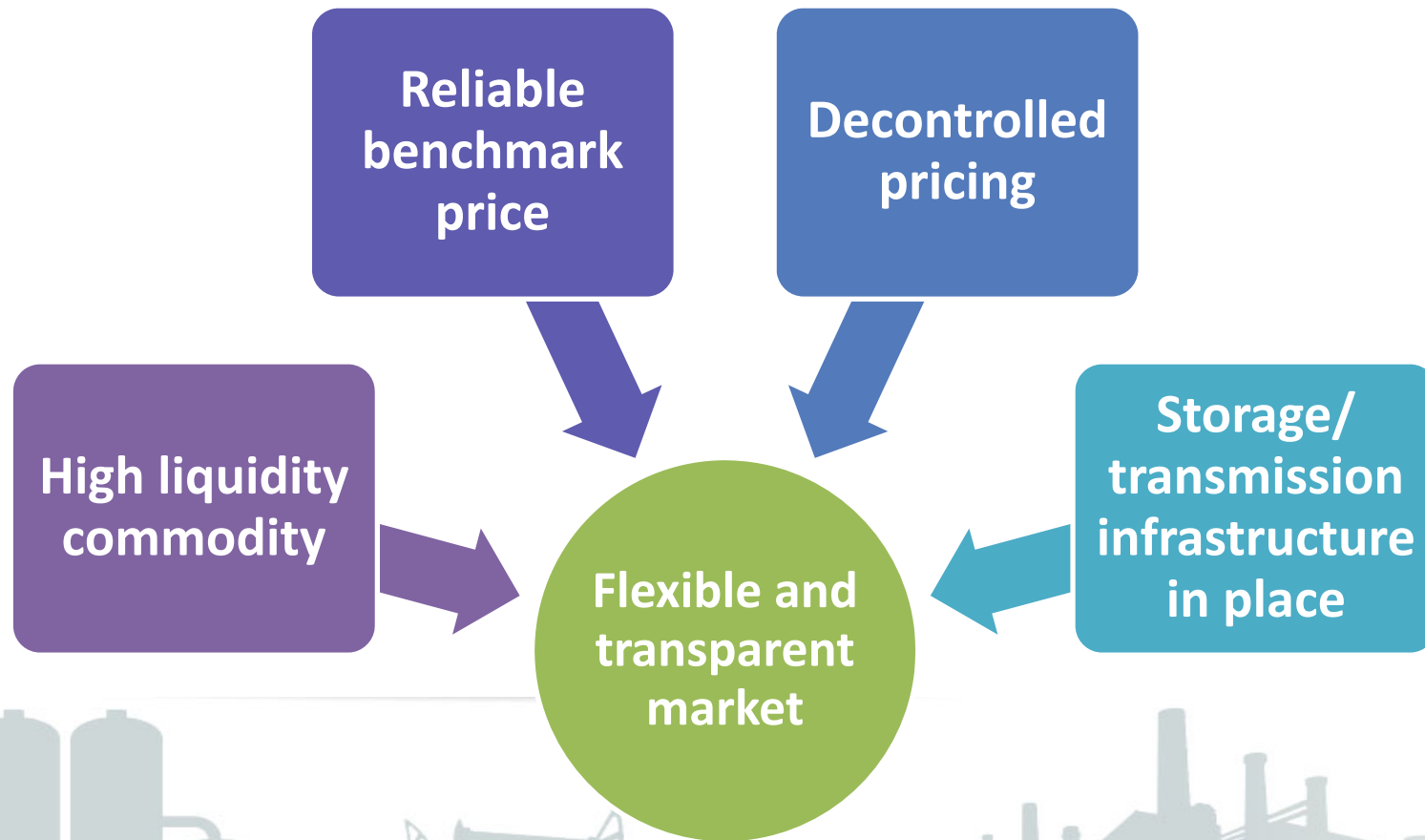
- Upstream participation
- Joint procurement
- Downstream participation
- Cargo diversion



- Co-chartering vessels



# Views on progress of a transparent LNG Market





**Thank you for your attention.**

