



*Smart Energy, Sustainable Future*

<b>LICENCE NO.</b>	<b>EMA/GILNG/001</b>
<b>TYPE</b>	<b>Gas Importer (Liquefied Natural Gas)</b>
<b>LICENSEE</b>	<b>Shell Gas Marketing Pte Ltd</b>
<b>NOTIFICATION NO.</b>	<b>2</b>

1. Pursuant to Condition 2: Authorised Activities of the Gas Licence for Gas Importer Licensee (Liquefied Natural Gas) (Licence No. EMA/GILNG/001) ("Licence") granted to Shell Gas Marketing Pte Ltd ("SGM"), (formerly BG Singapore Gas Marketing Pte Ltd), SGM is hereby notified that the Energy Market Authority ("Authority") has approved SGM's application to engage in the allowed activity of supplying liquefied natural gas ("LNG") via LNG trucks to consumers in Singapore for onshore and offshore use (the "Allowed Activity"), subject to the terms and conditions as set out below:

(1) Separate Accounts

SGM shall ensure that:

- (a) separate accounts are kept for SGM's authorised business and the Allowed Activity; and
- (b) there is no cross-subsidy to and/or from SGM's authorised business without the Authority's prior written approval. Common resources (including but not limited to staff cost, rental expenses, support services expenses, administration and other expenses) which are utilised for SGM's authorised business and the Allowed Activity shall be apportioned between the two businesses based on an allocation method approved by the Authority in writing.

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(2) Agreements or arrangements for LNG supply under the Allowed Activity

Any agreement or arrangement for the sale and/or supply of LNG to a third-party under the Allowed Activity shall be: (a) for a duration of less than one (1) year; and (b) subject to the Authority's prior written approval.

(3) No adverse impact on SGM's authorised business

SGM shall ensure that the Allowed Activity will not adversely affect its authorised business under the Licence by prioritising the allocation and use of its resources for or in relation to its authorised business over the Allowed Activity.

(4) Penalty

Any contravention of the conditions set out in this Notification shall be deemed to be a contravention of the Licence and shall be dealt with in accordance with Section 19 of the Gas Act (Cap. 116A).

(5) Remedial Steps

Where contravention of any of the conditions set out in this Notification has occurred, SGM shall take all necessary remedial steps and action to bring such contravention to an end without delay at its own costs and expenses. Such costs and expenses shall not be directly or indirectly passed to any buyer or end user of regasified LNG from SGM.

2. This Notification shall come into effect on the date set out below.



NG WAI CHOONG  
Chief Executive  
Energy Market Authority of Singapore

31 March 2017

