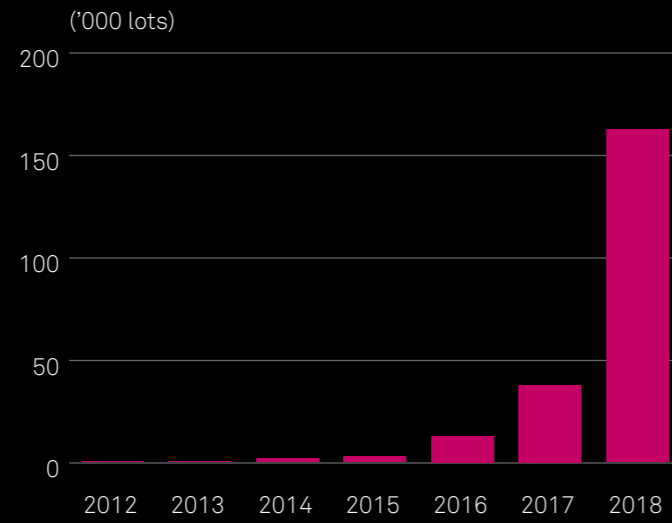


Since its launch in 2009, Platts JKM has been reflecting the supply and demand dynamics of physical LNG cargos delivered into North Asia, the world's largest LNG importing region. Market participants have welcomed the recent and successful introduction of the Market on Close (MOC) process for LNG, which enhances price transparency by allowing participants to demonstrate value.

10 years on from the launch of JKM, the market has changed beyond recognition and the pace of its evolution has accelerated significantly in the last year. This can be seen in the pace of derivatives trade growth in the graph to the right.

JKM Derivatives Trade Volumes



JKM Prices Assessment



Source: S&P Global Platts



"I'm certain that JKM will become the Brent index of LNG. There are other indexes out there but this is the one we will go after."

– Gordon D Waters, CEO of Asia Pacific for GEM, ENGIE Global Markets, at CWC Asia LNG Conference, 2018

<https://twitter.com/PlattsGas/status/1052901421518135296>

"In the last two years we've certainly seen the emergence of JKM as a very interesting mix and hedging and I think we'll see that increase."

– James Lowrey, Director, Resources Energy & Infrastructure, ANZ, 2018

<https://www.spglobal.com/platts/en/market-insights/special-reports/lng/lng-financing-report>

"...market analysts reported that there has been a substantial growth in physical LNG trades between Japanese LNG traders, APAC LNG producers, Japanese power utilities, Asian end users and major portfolio traders, all of whom are using Platts JKM as the benchmark price. These contracts are increasingly covering multiple cargoes which extend over several years, indicating that market participants are progressively more comfortable basing their short and mid-term trades on the Platts JKM. Extrapolating the industry's comfort with the use of the Platts JKM, surely it will not be long before long term LNG contracts for the region are also priced off the Platts JKM benchmark?"

– King & Spalding Client Alert, An Asian Lng Spot Price – Have We Reached The Tipping Point?, 2017

<https://www.kslaw.com/attachments/000/005/457/original/ca110717.pdf?1510002873>

Get in touch

Talk to us today and get the data, insight and analysis you need to conduct your business with less risk and greater confidence.

"As the JKM benchmark has become more widely adopted, liquidity in the paper (swaps) market has grown exponentially"

– Tobias Davis, Head of LNG Asia at Tullett Prebon, 2018

<https://www.reuters.com/article/us-asia-lng-pricing-analysis/oil-like-gas-sp-global-platts-bags-asian-lng-price-benchmark-idUSKCN1GA05C>

"The trend toward an increase in JKM-linked physical transactions, and more need for swaps, will remain steady"

– Yuki Nishikawa, Manager of Mitsui & Co's global gas trading department, 2018

<https://asia.nikkei.com/Markets/Commodities/Asia-s-lively-LNG-spot-market-spurs-rush-to-derivatives>

"The direction is quite clear; as an industry we are heading towards a more commoditized, transparent, liquid and traded future."

– Andrew Walker, Vice President Strategy and Communication, Cheniere Marketing, 2017

<http://s3.amazonaws.com/spg-factbook/wp-content/uploads/2017/11/LNG-trading-transformed.pdf>

"JKM has become the first LNG benchmark to gain significant traction as trading in the fuel becomes more active"

– FT, The Commodities Note, January 23rd 2018

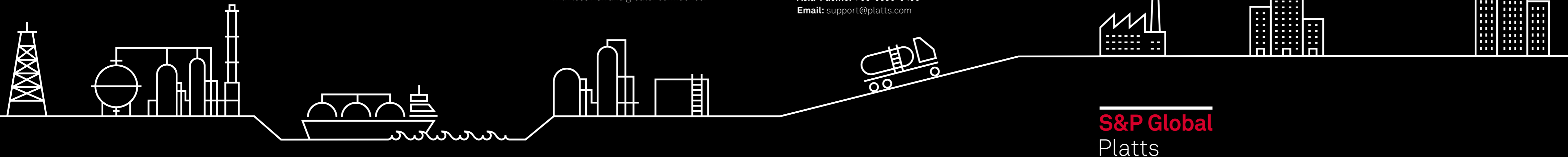


S&P Global Platts JKM™

Marking the 10th anniversary of the JKM



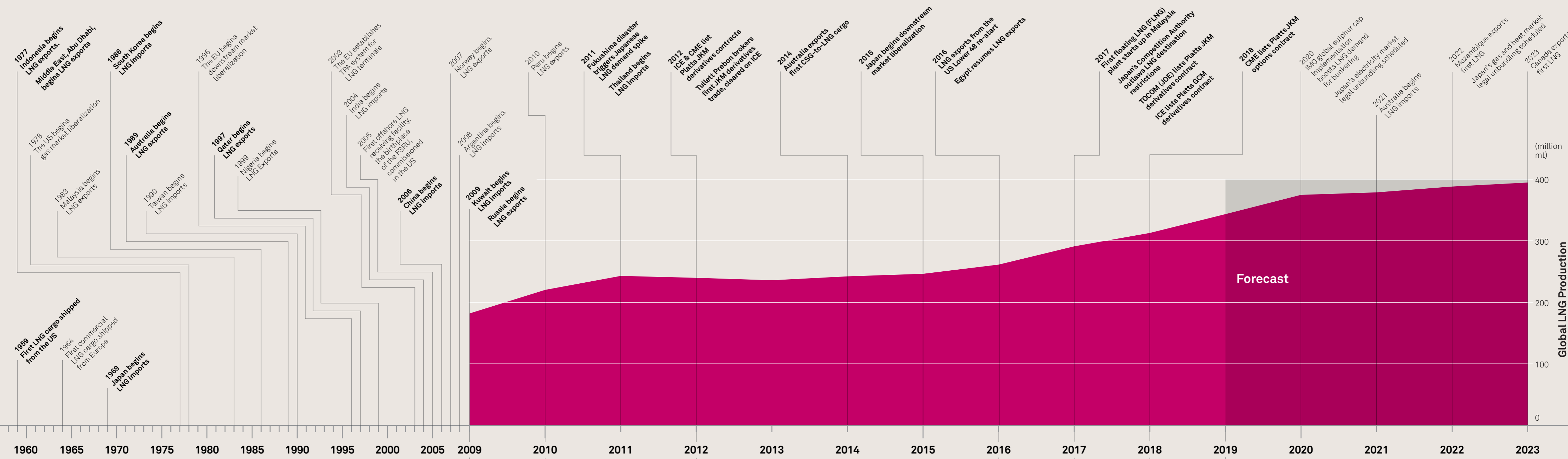
Platts JKM benchmark has brought transparency and efficiency to global LNG markets for the past 10 years, and will continue to do so as the market evolves further.



Key Milestones Shaping LNG

LNG Industry Key Milestones

LNG Pricing Key Milestones



S&P Global Platts launched the first daily LNG spot price assessment, Platts JKM™, on February 2nd, 2009.

S&P Global Platts LNG Analytics forecasts global LNG demand to grow by 40% over the next 10 years