Importance of Energy Data Transparency For Hydrocarbon Sector

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International Energy Forum
The IEF: Dialogue - The Road to Transparency

The IEF: Quick Overview

JODI: Importance of Energy Data Transparency
IEF: Energy Dialogue - Member Countries

- IEF members represent about 85% of global oil & gas supply and demand
The IEF Ministerial Meeting

- The largest gathering of Energy Ministers on the planet
- Last Meeting **May 2014 Moscow**

The IEF was created by Ministers, for Ministers
Industry Partners

- The IEF’s Industry Advisory Committee values IEF independence & role as a connector of key actors in the energy world
Neutrality & Global Energy Cooperation

The IEF provides support to and cooperates with stakeholders at various levels

- Energy Ministers
- CEOs
- G20
- IEA, OPEC, GECF
- 8 JODI Partners
- Experts & Market Analysts
- Media
The IEF: What makes the IEF different?

- Neutrality
- Inclusion: Global Cooperation
- Transparency (JODI)
The Journey of JODI Started in Year 2000
JODI Initiated by IEF Ministers -2000

- Political
- Technical

Calls by Heads of Statistics in Paris

JODI Set up by 6 Organizations in Bangkok 2-3 April 2001
JODI: A result of concrete Cooperation among International Organisations

“JODI is not a Database: JODI is a Commitment.”
JODI Journey Started with JODI-Oil

- 2000: Ministers at the IEF7 called for improved transparency and better oil data.
- 2001: JODI was set up by (APEC, EUROSTAT, IEA, OLADE, OPEC, & UNSD)
- 2001: Joint Oil Data Exercise launched; asked countries to fill out a monthly, harmonised oil data data questionnaire.
- 2002: 70 countries submitting monthly oil data.
- 2003: JODI-Oil became a Permanent Initiative
- 2005: The IEF assumed the role of JODI Coordinator
- 2005: JODI Oil World Database for (90+ Countries) was opened
- 2012: Additional JODI-Oil DataPoints released
JOINT ORGANISATIONS DATA INITIATIVE

A Concrete Outcome of the Consumer – Producer Dialogue

10th Regional JODI Training Workshop, 23-25 November 2014, Doha, Qatar

Launch of the JODI
55 countries

Decision to make the exercise a permanent reporting mechanism

Decision to make the database public

Focus on Data Quality
Prepare a JODI World Database

19 November 2005 Launch of JODI Database by King Abdullah

Extended JODI questionnaire

International Energy Forum
JODI Conferences
Inter-Secretariat Working Group Meetings
**Shared Progress in Expanding JODI to Cover Gas**

<table>
<thead>
<tr>
<th>Event</th>
<th>Date</th>
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<tr>
<td>JODI-Gas Exercise launched</td>
<td>Oct 2009</td>
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<td>Support for JODI-Gas reaffirmed at the 13th IEF Ministerial</td>
<td>Mar 2012</td>
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<td>JODI-Gas Exercise became a permanent reporting initiative</td>
<td>Oct 2012</td>
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<td>52 countries (~2/3 of demand &amp; supply) submitting gas data</td>
<td>Nov 2012</td>
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<td>Launch of JODI-Gas beta version for the 66 countries</td>
<td>Jan 2013</td>
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<td>JODI-Gas Manual finalised</td>
<td>May 2013</td>
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<td>Third Gas Data Transparency Conference in Bali Indonesia</td>
<td>Jun 2013</td>
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<td>Regional JODI Training Workshop: KL Malaysia JODI-Gas</td>
<td>Oct 2013</td>
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<td>GECF became a JODI Partner</td>
<td>Apr 2014</td>
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<td>Public launch of JODI-Gas</td>
<td>May 2014</td>
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High Profile Launch of JODI Databases

November 2005 Launch of JODI-Oil Database by King

May 2014 Launch of JODI-Gas Database During 14th IEF Moscow
So, Why Does the World Need Energy Data Transparency (JODI)?
To Address Oil Prices Volatility: Volatility Year 2000-2010
Importance of oil stocks to market transparency

Stocks & prices are linked through an inverse relationship

OECD Commercial Stocks vs. WTI

1994-2003  
2004-2007  
2008  
Jan09-Aug2011
Oil price variation impacts other energy prices as well

- **Oil**
  - y-o-y
  - $/bbl
  - 98 00 02 04 06 08
  - 0 10 20 30 40 50 60 70 80 90 100
  - 110

- **Gas**
  - $/MMBtu
  - 98 00 02 04 06 08
  - 0 1 2 3 4 5 6 7 8 9 10
  - 11

- **Coal**
  - $/t
  - 98 00 02 04 06 08
  - 0 10 20 30 40 50 60 70 80 90 100
  - 110

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Information Sharing at Domestic Level = Market Stability at Global Level

Global Market Stability

- START: Energy data collection at domestic level

National level

Global level

- Global Energy Data becomes Available
- Better Assessment of World Energy Market

Information Sharing

- Impact national Energy policies, energy pricing, etc.
- Improved Predictability of Global Market
- Better Environment for Investment
Both Producers and Consumers need *Energy Security*

- **Producers**
  - Security of Demand
    - Acceptable energy prices
- **Consumers**
  - Security of Supply
    - Affordable energy prices

Economic Growth
Market Data Transparency matters

Both producers and consumers will benefit from a more stable and transparent Energy market
**JODI Benefits: Stable Energy Market**

1. **Facilitate improved short-term forecasts** - (Sound analysis of oil market requires accurate information)
2. **Support sound decision making** - (Markets hate uncertainty and unknowns)
3. **Encourage investments** - (Better assessment of physical market leads to better investment decisions)
4. **Reduce market volatility & Ensure market stability**
Why the Need for Enhanced Transparency in Energy Markets?

<table>
<thead>
<tr>
<th>Short-term</th>
<th>Long-term</th>
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<tr>
<td>• Annual budgeting</td>
<td>• Strategic planning</td>
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<td>• Purchase decisions for</td>
<td>• investment decisions</td>
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<td>power generation</td>
<td>• Long-term contract decisions.</td>
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<tr>
<td>• Informed trading decisions</td>
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<tr>
<td>• Short-term market analysis</td>
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JODI High on the World Political Agenda

- **14th International Energy Forum**
  - May 2014, Moscow

- **G8 Actions on Energy & Climate Change**
  - May 2012, Camp David, USA

- **Meeting of Finance Ministers and Central Bank Governors**

- **The 4th Asian Ministerial Energy Roundtable**
  - April 2011, Kuwait City

- **G20 Meetings and Summits**

- **4th IEF-IGU Ministerial Meeting**
  - November 2014, Acapulco Mexico
International Declarations Supporting JODI

“..The recent launch of JODI-Gas at the 14th IEF Ministerial was an important step to bring about data transparency to gas markets...” - Dr Aldo Flores-Quiroga, SG IEF at 4th IEF-IGU Mexico: November 2014

“..To promote market transparency and efficiency, we commit to strengthen Joint Organisations Data Initiative (JODI-Oil) by ensuring greater visibility, more complete and comprehensive data, enhanced access and improved availability, and by maintaining support for capacity building. We look forward to the launch of JODI-Gas at the earliest date possible...” - G20 Leaders Declaration: September 2013
Feedback from Analysts

“I had a chance to look at the JODI-Gas database. It looks amazingly accessible. I love the simple interface and the fact that you have opened up the door to all that data. Overall, great job on the standardization of definitions and the data sorting functions.” - Reza Hadari  Director, Natural Gas & NGL Research, Americas  Thomson Reuters
Featured Regularly in International Media

- Forbes
- Financial Times
- Platts
- Bloomberg
- Thomson Reuters
- Argus

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Energy Data Transparency

“..JODI Everyone matters..”

“..JODI is not database. JODI is a commitment..”
Thank you

For more information at
www.jodidata.org