

Mitigating Energy Market Volatility

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International Energy Forum




IEF covers key producing, consuming and transit countries including those outside IEA and OPEC

International Energy Forum



More than 90% of Global Oil & Gas Supply and Demand...

IEF Charter

-  **Reinforce commitment** (producers / consumers / transit)
-  **Safeguard informality of dialogue**
-  **More informed and fruitful dialogue**

**Extraordinary IEF Ministerial Meeting
22 February 2011
[80+ Countries]**



Linkages between Physical and Financial Markets

Wide divergence of views: **Fundamentals vs financials**

Consensus:

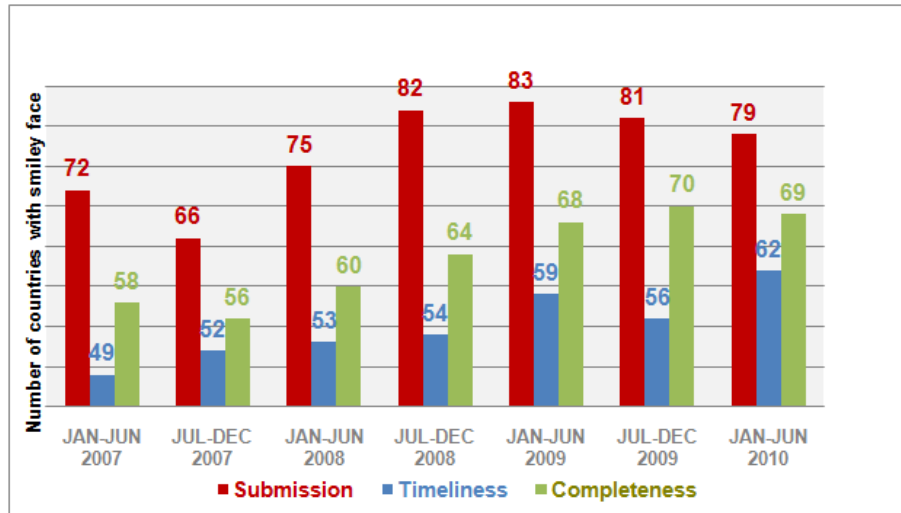
- Greater transparency (oil inventories, OTC)**
- Need for strong international co-ordination of regulation**
- Continue “horizontal” dialogue between physical / financial oil markets**

Shared Analysis of Energy Market Trends and Outlook

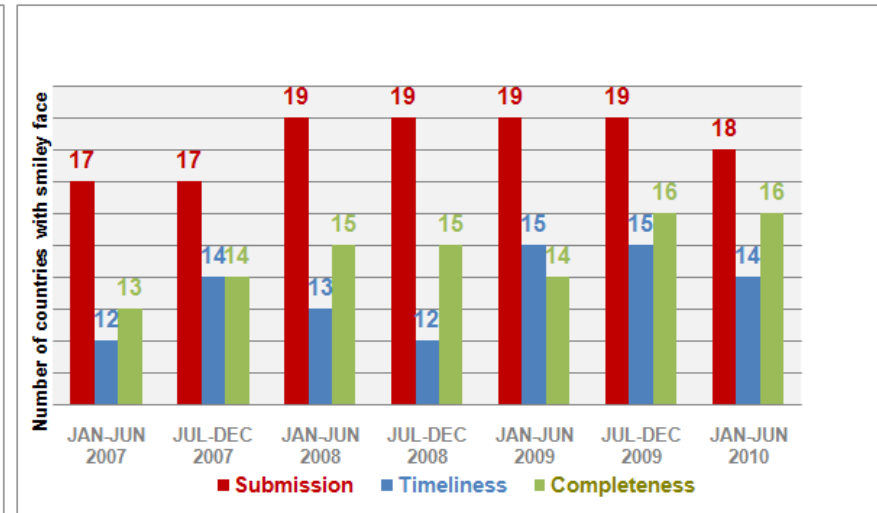
2011 Oil Markets:	Consensus on comfortable demand / supply balance / high spare capacity
Medium-term:	Reduce uncertainty to facilitate investment
Long-term:	Consensus ample availability of oil resources
Need for:	Harmonisation of definitions and better explanation of divergences to market

Enhancing Data Transparency

Performance of all JODI Countries since IEF 11



Performance of G20 Countries since IEF 11



Joint Organisations Data Initiative

Improving the Quality of JODI

Intermediate report to G20 Finance Ministers

We:

- ✓ **New tools / practices, enhance interaction with data users**
- ✓ **Training Statisticians, upgrade website / database**

You:

- ✓ **Energy data offices better equipped / staffed**
- ✓ **Appropriate regulation and tackle confidentiality**
- ✓ **G20 target: 3 “Smiley Faces” before year-end 2011**

Extension to Gas and Annual Investment Data



Monthly gas data
supply, demand, stocks

Cooperation with all relevant organisations
(including GECF)

Annual data, start with oil
capacity expansion, upstream / downstream
critical for demand / supply balance medium - term

The Way Forward

Final Report: IEA / IEF / OPEC Improving quality of JODI
April 2011, G20 Finance Ministers

Joint Report: IEA / IEF / OPEC / IOSCO Spot market prices /
oil price reporting agencies, April 2011

**Deliver concrete results on transparency for G20
Finance Ministers on request**





PRODUCER - CONSUMER DIALOGUE

ENERGY SECURITY THROUGH DIALOGUE

WWW.IEF.ORG



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