



The 51st Meeting of APEC Energy Working Group (EWG)
Canberra, Australia, 12-13 May, 2016

6.a. Oil and Gas Security Initiative (OGSI)

Takato OJIMI
President, APERC



**Asia-Pacific
Economic Cooperation**

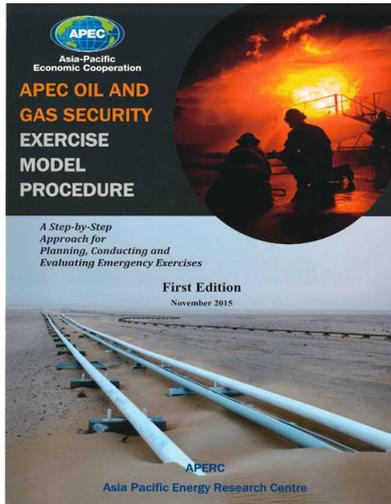
6.a. (1) Background

- In the **11th APEC Energy Ministers' Meeting (EMM)** in September 2014 at Beijing, China, APEC Energy Ministers instructed “the **EWG**, including through **APERC**, to continue cooperation on emergency response, with international organizations.”
- **APEC Oil & Gas Security Initiative (OGSI)** was approved as an APEC Self-Funded project in **EWG 48** in November 2014 in Port Moresby, Papua New Guinea.
- APEC Energy Ministers instructed “the **EWG**, with the support of **APERC** and other organizations such as IEA to strengthen oil and gas emergency response mechanisms in the APEC region through **OGSI**” in the **12th EMM** in October 2015 in Cebu, the Philippines.

OGSI consists of three pillars:

- **Oil & Gas Security Exercise (OGSE)** on a voluntary basis;
- **Oil & Gas Security Network (OGSN)** by officials in charge of oil and gas security policy in each Economy; and
- **Oil & Gas Security Studies (OGSS)** on research topics related to oil and gas security in the APEC region.

6.a. (3) APEC OGSI: Progress in OGSE



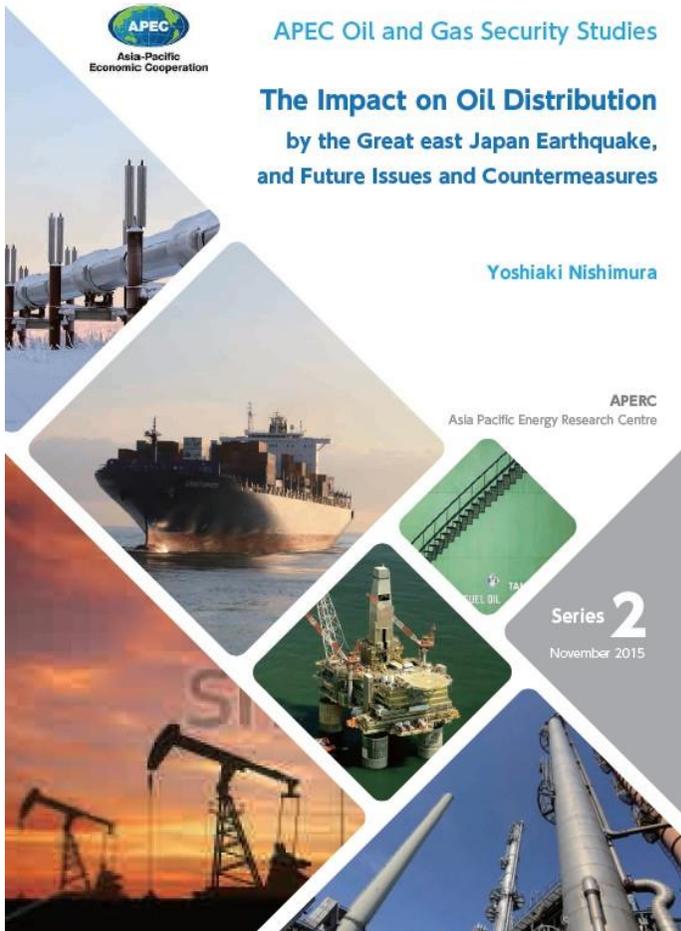
- **OGSE in the Philippines** was held in Taguig City on 7-9 December 2015.
- **Expert Review Team** was composed of **10 members** – IEA, ACE, ASCOPE, HAPUA, ERIA, Japan, Korea, the USA and the Philippines (from the academia).
- The **OGS–Exercise Model Procedure (EMP)** was used for the first time.
- About **35 attendees** from different government agencies and private companies participated in the exercise.
- **3 emergency supply scenarios** were presented for the exercise.
- Results of the OGSE was presented in the **2nd ERTF meeting**.

6.a. (4) APEC OGSI: Progress in OGSN

- **Nine bi-monthly OGS Newsletters** were already issued and circulated since December 2014.
- **The 2nd Oil and Gas Security Forum** was held on **10-11 March 2016** in Kagoshima, Japan.
 - **Representatives from 19 economies and 5 international/regional organisations** participated.
 - **A special workshop session on risk management approaches to energy security** was conducted by **Australia**.



6.a. (5) APEC OGSI: Progress in OGSS



- **Six studies** were already published.
 - **Oil Supply Security and Emergency Policy in the APEC Region**
 - **The Impact on Oil Distribution by the Great East Japan Earthquake**
 - **The Energy Reform in Mexico**
 - **Prospects and Compromise Points of the Arab Spring**
 - **Petroleum Product Trading and Security**
 - **Melting of the Arctic Sea Ice**
- **Two studies** are near completion.
 - **ISIS and Its Risk for APEC**
 - **Plans for the Fuel Supply during Mega Disasters**
- **One study** is underway.
 - **Energy Security Indexation**

1. OGSE

- **Australia is considering the implementation timing of 2nd OGSE in late 2016.**
- **Peru has shown an interest in hosting OGSE in 2017.**

2. OGSN

- **The 10th issue of OGS Newsletter will be released in June 2016.**
- **The 3rd OGSN Forum is planned to be held in Irkutsk, Russia in 2017.**

3. OGSS

- **3 new topics were chosen:**
 - **Impact of Low Oil Price on Energy Security;**
 - **Gas Security in APEC; and**
 - **Geopolitical Implications of Iran Nuclear Agreement.**

APERC welcomes all eligible economies to volunteer themselves to host future OGSE and OGSN Forum.
If interested, please contact: master@aperc.iecej.or.jp.