

EXHIBIT
Henry 5
eif 1077-06

Unknown

From: Watts, Lew NL SIG-GPS
Sent: 20 March 2002 08:51
To: Henry, Simon S SI-FI; Davis, Phil P SEPI-EPG
Cc: Harrop, Michael M SI-FI
Subject: RE: Nigeria release

Simon,
This is strictly a matter for EP but, given my EP background, this is my understanding of the situation.
You are right that reserves become bookable at FID, but this is at FID of the upstream development. In the next few days we are taking FID on the plant itself, not the individual upstream projects to supply. The latter will take place over the next year (or so).
As a generality, we do know that approx 1TCF reserves are likely to be booked but the precise timing of the individual supply elements could alter the precise levels of reserves that will actually be booked against the expansion.
I'm replying because I believe Phil is tied up in meetings - but Phil may like to comment.
Hope this clarifies.
Lew

-----Original Message-----

From: Henry, Simon S SI-FI
Sent: 20 March 2002 08:39
To: Watts, Lew NL SIG-GPS; Davis, Phil P SEPI-EPG
Cc: Harrop, Michael M SI-FI
Subject: RE: Nigeria release

Lew, Phil. What does 'when they become bookable' actually mean? We have always discussed with investors the fact that, for gas in particular, the point at which they become bookable is FID. Not before, as lack of an FID also usually means lack of a market, and not later because FID is an irrevocable step. For oil we may recognise earlier if reserves are 'close to existing facilities' with a high probability of development. We then have a history of revising reserves upwards over the life of the project.

If these statements are not accurate, and there is any other method in principle of booking reserves, please could you advise or point me in the direction of someone who can assist. This is a very sensitive point in the market at the moment and it would be sad to score an own goal around such a positive announcement for the Group.
many thanks, Simon

-----Original Message-----

From: Watts, Lew NL SIG-GPS
Sent: 20 March 2002 08:07
To: Davis, Phil P SEPI-EPG; Hill, Kate KB SI-PXXM
Cc: Blackler, Phil PD SIG-GPSA; Harrop, Michael M SI-FI; Henry, Simon S SI-FI; Jacobi, Mary Jo SI-PXX; Ward, Brian BJ SEPI-EPG; Williams, Sylvia R SIG-GPHX
Subject: RE: Nigeria release

Just to add, the CMD notes say "NLNG Plus will add some 1 Tcf to Shell proven gas reserves when they become bookable" - they key, as Phil has

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said, is the last few words.
Lew

-----Original Message-----

From: Davis, Phil P SEPI-EPG
Sent: 20 March 2002 07:59
To: Hill, Kate KB SI-PXXM
Cc: Blackler, Phil PD SIG-GPSA; Harrop, Michael M SI-FI; Henry, Simon S
SI-FI; Jacobi, Mary Jo SI-PXX; Ward, Brian BJ SEPI-EPG; Watts, Lew NL
SIG-GPS; Williams, Sylvia R SIG-GPHX
Subject: RE: Nigeria release

Kate,

The gas that will be supplied to Trains 4/5 has not yet been booked as proved reserves - this will be done at end 2002 and the volume will be about 28 milliard m3 (or 1 Tcf). These are Shell share figures.

As this is much lower than the figure mentioned by Brian below, let me explain the difference:

- Each train will take about 660 MMscf/d of gas for a contractual period of 20 years - this equates to 9.6 Tcf and is close to Brians estimate.
- The Shell joint venture in Nigeria only supplies 53% of the total volume to NLNG, the rest is supplied by the TFE and Agip joint ventures.
- Shell only has a 30% interest in the Shell JV - the other partners are the Nigerian National Petroleum Company NNPC, TFE and Agip.
- Most of the Shell JV concessions expire in 2019, before the end of the supply commitments to NLNG. The reserves booking will be limited to the volume supplied within the licence period.

I hope this is clear, but please get back to me if you need clarification.

regards
Phil

Philip Davis
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Internet: http://www.shell.com

> -----Original Message-----

> From: WARD, BRIAN B.J.
> Sent: 19 March 2002 20:35
> To: Hill, Kate B.
> Cc: Blackler, Phil D.; DAVIS, PHIL P.; Harrop, Michael M.;
> Henry, Simon
> S.; Jacobi, MaryJo; Watts, Lew N.L.; Williams, Sylvia R.
> Subject: RE: Nigeria release
> Importance: High

>

> I can get back to you tomorrow on this. The question is

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> whether or not
> the gas reserves have already been booked in anticipation (I
> would guess
> they have). Two trains would normally accomodate 6-8 Tcf depending on
> contract terms.

>
> Phil by copy of this note can you get back to Kate asap (I'm
> in Rijswijk
> tomorrow morning.)

>
> Brian

> > -----Original Message-----

> > From: Hill, Kate B.
> > Sent: 19 March 2002 13:18
> > To: WARD, BRIAN B.J.
> > Cc: Jacobi, MaryJo; Harrop, Michael M.; Henry, Simon S.; Watts, Lew
> > N.L.; Williams, Sylvia R.; Blackler, Phil D.
> > Subject: Nigeria release

> >
> > Brian

> > Phil Blackler suggested you might be able to give a steer on
> > the reserve indication - I understand that CMD were told it
> > was around 1tcf, but that there were some issues around what
> > was bookable and when. We'd be keen to get as much publicity
> > as possible for the announcement, so having a reserve figure
> > that was cleared for use would be very helpful.

> > regards
> > Kate

> > -----Original Message-----

> > From: Henry, Simon S SI-FI
> > Sent: 19 March 2002 12:03
> > To: Hill, Kate KB SI-PXXM
> > Cc: Harrop, Michael M SI-FI; Jacobi, Mary Jo SI-PXX
> > Subject: RE: Proposed Press Release

> > Kate, thanks. only missing info from my perspective is an
> > indication of amount of reserves that are hereby brought to
> > commercial potential? would be useful for us in discussion
> > with outside world about reserves replacement. can you get
> > this for us?

> > we need maximum coverage for this one - mary jo and I met
> > phil on related process this morning and it would benefit us
> > all to see a few headlines on this. how will you work this?

> > simon

> > -----Original Message-----

> > From: Hill, Kate KB SI-PXXM
> > Sent: 19 March 2002 10:37
> > To: Harrop, Michael M SI-FI; Henry, Simon S SI-FI;
> > Detheridge, Alan A SIPC-EPG
> > Cc: Kuzemko, Nigel N SIG-GPAL; Roberts, Pat P SIG-GPAL
> > Subject: FW: Proposed Press Release

> > fyi, NLNG release on FID for trains 4 and 5, due out
> > tomorrow. I'll be suggesting a few stylistic changes but
> > nothing structural.

> > Kate

> > -----Original Message-----

> > From: Blackler, Phil PD SIG-GPSA

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> > Sent: 19 March 2002 09:59
> > To: Williams, Sylvia R SIG-GPHX
> > Cc: Herbert, James MT SI-PXXM; Hill, Kate KB SI-PXXM
> > Subject: FW: Proposed Press Release
> >
> > Sylvia,
> >
> > Draft Press release for NLNG Plus FID attached, which
> > NLNG has circulated to Shareholders for comment. Will revert
> > with a few minor comments but the draft, as written, is
> > acceptable from our perspective. If you have any comments
> > please revert before mid-day today. There is a Board and
> > Shareholders meeting in London tomorrow when a positive FID
> > is expected to be taken, following which the release will be
> > made public.

> > Regards
> >
> > Phil Blackler
> > Business Development Manager
> > Shell International Gas Limited
> > Shell Centre, London SE1 7NA, United Kingdom
> >
> > Tel: +44 207 934 3952 Fax: 7321
> > Email: Phil.D.Blackler@si.shell.com
> > Internet: http://www.shell.com

> > -----Original Message-----
> > From: MacGregor, Elizabeth LOF/O
> > Sent: 19 March 2002 09:33
> > To: Blackler, Phil SIG-GPSA
> > Subject: FW: Proposed Press Release

> > -----Original Message-----
> > From: MacGregor, Elizabeth LOF/O
> > Sent: 18 March 2002 19:21
> > To: Blackler, Phil SIG-GPSA; 'alain marechal'
> > Subject: Proposed Press Release

> > Message from Andrew Jamieson:
> > Please see attached draft of proposed Press Release for
> > your comments.

> > << File: Press Release.doc >>

> > Regards,
> > Elizabeth MacGregor
> > Nigeria LNG London Liaison Office
> > Heron House
> > 10 Dean Farrar Street
> > London SW1H 0DX
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> > Fax: +44(0)20 7233 0034
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