



HD BG to sell Australia gas pipelines by Christmas

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British gas giant BG Group Plc expects to finalise a US\$ 4 **billion sale** of gas pipelines in Australia's Queensland state by Christmas, a source close to the deal said.

Bidders have been given a deadline of the end of November to lodge final offers for the 335 miles of pipeline.

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Those expected to bid include **Hong Kong's** Cheung Kong Infrastructure Holdings Ltd, which in 2014 bought gas pipeline **company** Envestra Ltd for AU\$ 2.37 **billion** (US\$ 2.1 **billion**), and Envestra rival Australian Pipeline Ltd in a consortium with Japan's Marubeni Corp.

Queensland government fund Queensland Investment Corp (QIC) and pension fund IMF are expected to lodge a joint bid, as is Australian fund manager AMP Ltd, the source added.

Australia's last big **energy** asset **sale** of the year comes as vendors try to complete deals before the governments of Queensland and New South Wales states embark on **energy** infrastructure sales worth some Aus\$ 50 **billion** between them, including the AU\$ 20 **billion sale** of a half **stake** in NSW's electricity network.

There's a wave of assets coming down the tollway to the market over the next two years. Anyone that wants to get something done would probably be keen to get it done before those, said a utility analyst.

It also comes as Australian **energy** companies anticipate a major shake-up when BG's Queensland Curtis Island liquefied natural gas project starts exporting Australian LNG in early 2015, diverting supply and pushing up gas prices on the domestic market.

Goldman Sachs is running the BG pipeline **sale**, as well as the **sale** of two NSW government power stations, one gas-fired and one **coal**-fired, known as Delta Coastal, in a **sale** expected to fetch up to AU\$ 1 **billion** and also expected to be finalised by Christmas, the source said.

Local media has reported that hydro-electric **energy company** Snowy Hydro Ltd, which is owned by the Australian federal government and the NSW and Victoria state governments, is expected to bid for the Delta Coastal asset.

CO austmp : AMP Ltd | brgas : BG Group PLC | chkinf : Cheung Kong Infrastructure Holdings Ltd | invest : Australian Gas Networks Ltd | mrubni : Marubeni Corp | queeic : Queensland Investment Corporation | hutwam : Hutchison Whampoa Limited

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