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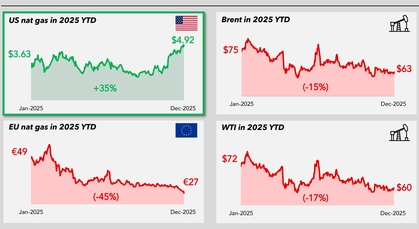
LNG & DC Demand Driving US Nat Gas Higher

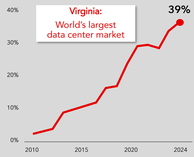
Compared to 50 years ago (1970s), there is very little geopolitical risk premium in today's well-supplied global energy markets. However, given US leadership as the world's #1 LNG exporter and data center (DC) developer, demand-driven US natural gas markets diverged sharply from European markets, driving prices significantly higher in late 2025.



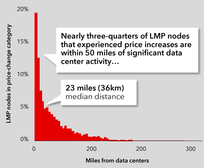
Data Centers Consume a Growing Share of Electricity

Data centers are a major driver of the surge in energy costs and are the largest source of new power consumption in certain US regions. According to data analyzed by Bloomberg, electricity costs have risen over 200% over the last five years in areas located near significant data center activity. In Virginia, the world's largest data center market, data centers account for 39% of total electricity consumption in the state.

Data center electricity consumption in Virginia, % of total



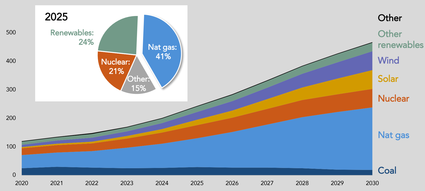
Distance from significant data center activity for LMP nodes and change in the median wholesale electricity prices (2020-2025)



Breaking Down Data Center Energy Sources

Natural gas is the primary fuel source powering US data centers, supplying over 40% of data center electricity needs as of 2024. Reliance on natural gas extends from its ability to provide dependable and scalable electricity critical to the 24/7 demands of hyperscale data center infrastructure.

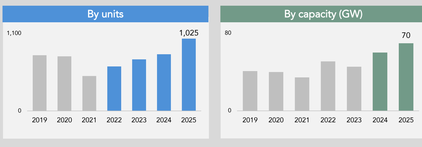
US electricity generation for data centers by fuel, TWh



Global Demand for Gas Turbines

New orders for gas turbines are expected to increase to 1,025 units in 2025, a 27% y/y increase, driven by data center electricity demand. Companies in the US, Japan and Germany account for 2/3 of global supply and are struggling to increase production fast enough to keep up with demand. China by contrast has not deeply penetrated this market, as natural gas accounts for only 3% of China's domestic electricity production.

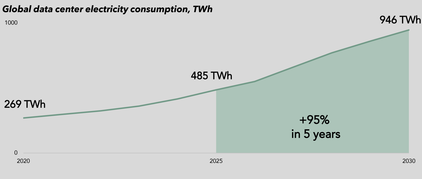
Gas turbine new orders



Data Center Electricity Consumption Will Double in 5 Years

Data center electricity demand is surging. The International Energy Agency (IEA) expects data center electricity use to double by 2030 to 945 terawatt hours.

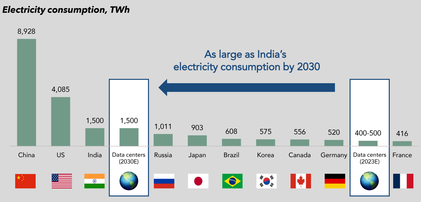
Global data center electricity consumption, TWh



Data Center Electricity Demand Increasing

Global electricity consumption from data centers and AI is estimated to have reached 400-500 terawatt-hours in 2023, more than double the level in 2015. By 2030, AI-driven global electricity consumption could hit 1,500 TWh, comparable to the level of India's electricity consumption.

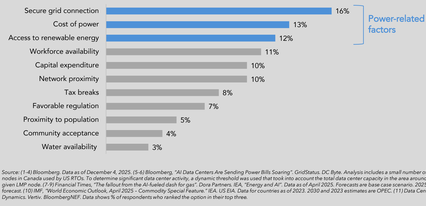
Electricity consumption, TWh



Power is Key Variable in Data Site Selection

Power related factors are among the most important factors in data center site selection.

Key factors for data center site selection, % of respondents



Source: (1-4) Bloomberg. Data as of December 4, 2025. (5-6) Bloomberg, "AI Data Centers Are Sending Power Bills Soaring". GridStatus, DC Byte. Analysis includes a small number of nodes in Canada used by US RTOs. To determine significant data center activity, a dynamic threshold was used that took into account the total data center capacity in the area around any given LMP node. (7-9) Financial Times, "The fallout from the AI-fueled dash for gas", Dora Partners. IEA, "Energy and AI". Data as of April 2025. Forecasts are base case scenario. 2025 is YE forecast. (10) IMF, "World Economic Outlook, April 2025 - Commodity Special Feature." IEA, US EIA. Data for countries as of 2023. 2030 and 2023 estimates are OPEC. (11) Data Center Dynamics, Vertiv, BloombergNEF. Data shows % of respondents who ranked the option in their top three.

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"Macro stability isn't everything, but without it, you have nothing."