



“HOW THE U.S. CAN ENSURE ENERGY SUPPLY FOR THE FUTURE”

**Excerpts from Remarks by
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There are no perfect solutions or easy alternatives for a secure energy future. Access, diversity of supply and managing demand will all play vital roles in meeting energy needs for the future.

Shell is the supply side of the energy equation. We get up in the morning and think about how we can supply more energy to more people at affordable levels, using the technology that we have and that we will develop.

Energy users are the demand side of this equation. And, demand for energy around the world and in this country is at unprecedented high levels.

Daily, the world produces 85 million barrels of oil and consumes just fewer than 85 million. Shell is committed to do ever more on the supply side.

Lack of access is a root cause of the current supply situation, and in a free market, limited supply and increased demand lead to higher prices.

Fossil fuels are at the heart of our energy system - and will be for the foreseeable future.

For the short-term, we must have responsible access to more domestic resources, and we must have streamlined regulatory requirements that will allow us to deliver new projects much faster.

For the long-term, however, we must continue to develop new technologies, such as those we are currently using to help extract more oil and gas from existing wells, and those we are developing to tap unconventional sources like oil shale in Colorado and oil sands in Canada.

We believe that coal represents a continued opportunity for energy supply to America, but coal that is used in a different way.

Shell is committed to establishing a leading position in carbon management.

Liquefied natural gas offers an excellent opportunity to add to the existing gas inventory in this country.

We must be able to invest in alternative energies as well, from bio-fuels to solar and wind technology to hydrogen.

Perhaps in 25 to 40 years, we believe hydrogen fuel cell power sources can be used for both stationery power production and mobile power production.

Eight percent of the world's population today in this country uses 25 percent of the world's energy supply every day. That is not a sustainable formula into the future.

Energy security will take the commitment and involvement of everyone - energy companies, individuals and policymakers.

A culture of conservation will help to manage demand. This means creating energy-efficient solutions that reduce consumption without compromising economic development.