



## **ASX/MEDIA RELEASE**

**15 May 2014**

# **MAGNOLIA LNG PROJECT'S FILING APPLICATION ACCEPTED BY FERC**

### **Highlights**

- **US Federal Energy Regulatory Commission (FERC) formally accepts Magnolia LNG Project's (MLNG) filing application**
- **MLNG is among leading LNG export projects based in the United States to have completed this important milestone which is a critical step toward permitting and approval necessary for the MLNG Project's construction**
- **Represents another step towards achieving a Final Investment Decision in late 2014 and Financial Close of MLNG by mid-2015**

Liquefied Natural Gas Limited (**ASX: LNG; OTC ADR: LNGLY**) (the **Company**) advises that the US Federal Energy Regulatory Commission (**FERC**) has formally accepted Magnolia LNG (**MLNG**) Project's filing application. This project is located along the Calcasieu River, near Lake Charles, Louisiana, United States of America (**US**) – refer to Figure 1. The receipt of FERC's formal acceptance of MLNG's filing application (which has been made under Docket No. CP14-347-000, a copy of which is attached) resulted from submission of the application on 30 April 2014.

### **Managing Director and Joint CEO Comments**

The Company's Managing Director, Maurice Brand, said "FERC's formal acceptance of Magnolia LNG Project's filing application is another step forward for the Magnolia LNG Project, placing it among a small group of projects to have formally received this notification from FERC."

"Magnolia LNG anticipates receiving all approvals during 2015 and such approvals will be a key requirement for Financial Close. Construction will commence shortly thereafter with first LNG exports planned for the second half of 2018."

### **For further information contact:**

**Mr Maurice Brand**  
**Managing Director & Joint Chief Executive Officer**

**Mr David Gardner**  
**Company Secretary**

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## About Liquefied Natural Gas Limited

Liquefied Natural Gas Limited (the **Company**) is an ASX listed company (Code: **LNG** and OTC ADR: **LNGLY**) whose portfolio consists of 100% ownership of the following assets:

- **Magnolia LNG LLC** is a US-based wholly owned subsidiary of the Company, which is developing an 8 million tonne per annum (**mtpa**) LNG export terminal, in the Port of Lake Charles, Louisiana, US;
- Gladstone LNG Pty Ltd, a wholly owned subsidiary, which is developing the **Fisherman's Landing LNG Project** at the Port of Gladstone in Queensland, Australia; and
- LNG Technology Pty Ltd, a wholly owned subsidiary of the Company, owns and develops the Company's **OSMR<sup>®</sup> LNG liquefaction process**, a mid-scale LNG business model that plans to deliver: lower capital operating costs; faster construction; and improved efficiency, relative to larger traditional LNG projects.

## About the Magnolia LNG Project – Refer to Figure 1

The Magnolia LNG Project is 100% owned by Magnolia LNG LLC, which is a wholly owned subsidiary of Liquefied Natural Gas Limited. The project comprises the proposed development of an 8 mtpa LNG project on a 115-acre site, in an established LNG shipping channel in the Lake Charles District, State of Louisiana, United States of America.

The development is based on the development of 4 x 2 mtpa LNG production trains using the Company's wholly owned OSMR<sup>®</sup> LNG process technology and the completed LNG plant front end engineering and design of the Company's Gladstone Fisherman's Landing LNG Project in Queensland, Australia.

The business model being adopted for the Magnolia LNG Project is to provide liquefaction services to LNG buyers who pay a monthly fixed capacity fee, plus all LNG plant operating and maintenance costs. In addition, each LNG Tolling Party is responsible for supplying and transporting gas to the Magnolia LNG Project at its own expense.

For further information on the Magnolia LNG project, please see the website:

[www.magnolialng.com](http://www.magnolialng.com).

**Figure 1 – Schematic Representation of the Proposed Magnolia LNG Project at the Port of Lake Charles, Louisiana, US**



UNITED STATES OF AMERICA  
FEDERAL ENERGY REGULATORY COMMISSION

Magnolia LNG, LLC

Docket Nos. CP14-347-000  
PF13-9-000

NOTICE OF APPLICATION

(May 13, 2014)

Take notice that on April 30, 2014, Magnolia LNG, LLC (Magnolia), 1001 McKinney, Suite 400, Houston, Texas 77002, filed in Docket No. CP14-347-000, an application pursuant to section 3(a) of the Natural Gas Act (NGA) for authority to construct and operate liquefaction and export facilities located at Magnolia LNG's proposed site near Lake Charles, Louisiana. Specifically, Magnolia proposes to develop a liquefied natural gas (LNG) facility capable of producing approximately 8 metric tonnes per annum (mtpa) of LNG for domestic consumption and export to foreign markets. The project would receive natural gas via a tie-in to an existing interstate pipeline owned by Kinder Morgan Louisiana Pipeline, LLC, all as more fully set forth in the application which is on file with the Commission and open to public inspection. This filing may also be viewed on the Commission's website at <http://www.ferc.gov> using the "eLibrary" link. Enter the docket number, excluding the last three digits, in the docket number field to access the document. For assistance, call (202) 502-8659 or TTY, (202) 208-3676.

Any questions regarding this application should be directed to Ernie Megginson, Vice President, Development, Magnolia LNG, LLC, 1001 McKinney, Suite 400, Houston, TX 77002, by phone: (713) 815-6900, by fax: (713) 815-6905 or email: [emegginson@magnolialng.com](mailto:emegginson@magnolialng.com).

On March 20, 2013, the Commission staff granted the Magnolia's request to utilize the Pre-Filing Process and assigned Docket No. PF13-9-000 to staff activities involved the Magnolia LNG Project. Now as of filing the April 30, 2014 application, the Pre-Filing Process for this project has ended. From this time forward, this proceeding will be conducted in Docket No. CP14-347-000, as noted in the caption of this Notice.

Pursuant to section 157.9 of the Commission's rules, 18 CFR §157.9, within 90 days of this Notice, the Commission staff will issue a Notice of Schedule for Environmental Review. If a Notice of Schedule for Environmental Review is issued, it will indicate, among other milestones, the anticipated date for the Commission staff's issuance of the final environmental impact statement (FEIS) for this proposal. The

issuance of a Notice of Schedule for Environmental Review will serve to notify federal and state agencies of the timing for the completion of all necessary reviews, and the subsequent need to complete all federal authorizations within 90 days of the date of issuance of the Commission staff's FEIS.

There are two ways to become involved in the Commission's review of this project. First, any person wishing to obtain legal status by becoming a party to the proceedings for this project should, on or before the below listed comment date, file with the Federal Energy Regulatory Commission, 888 First Street, NE, Washington, DC 20426, a motion to intervene in accordance with the requirements of the Commission's Rules of Practice and Procedure (18 CFR 385.214 or 385.211) and the Regulations under the NGA (18 CFR 157.10). A person obtaining party status will be placed on the service list maintained by the Secretary of the Commission and will receive copies of all documents filed by the applicant and by all other parties. A party must submit 7 copies of filings made with the Commission and must mail a copy to the applicant and to every other party in the proceeding. Only parties to the proceeding can ask for court review of Commission orders in the proceeding.

However, a person does not have to intervene in order to have comments considered. The second way to participate is by filing with the Secretary of the Commission, as soon as possible, an original and two copies of comments in support of or in opposition to this project. The Commission will consider these comments in determining the appropriate action to be taken, but the filing of a comment alone will not serve to make the filer a party to the proceeding. The Commission's rules require that persons filing comments in opposition to the project provide copies of their protests only to the party or parties directly involved in the protest.

Persons who wish to comment only on the environmental review of this project should submit an original and two copies of their comments to the Secretary of the Commission. Environmental commenters will be placed on the Commission's environmental mailing list, will receive copies of the environmental documents, and will be notified of meetings associated with the Commission's environmental review process. Environmental commenters will not be required to serve copies of filed documents on all other parties. However, the non-party commenters will not receive copies of all documents filed by other parties or issued by the Commission (except for the mailing of environmental documents issued by the Commission) and will not have the right to seek court review of the Commission's final order.

Motions to intervene, protests and comments may be filed electronically via the internet in lieu of paper; see, 18 CFR 385.2001(a)(1)(iii) and the instructions on the Commission's web site under the "e-Filing" link. The Commission strongly encourages electronic filings.

Comment Date: 5:00 pm Eastern Time on June 3, 2014

Kimberly D. Bose,  
Secretary.

Document Content(s)

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