



Southern LNG
Company, L.L.C.
a Kinder Morgan company

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April 1, 2013

VIA EMAIL – NGReports@hq.doe.gov

U.S. Department of Energy (FE-34)
Office of Fossil Energy
Office of Natural Gas Regulatory Activities
P. O. Box 44375
Washington, DC 20026-4375
Attention: NGReports@hq.doe.gov.
Charles Painter

RE: Southern LNG Company, L.L.C.
DOE Semi-Annual Report No. 2
DOE/FE Order No. 3106 – FE Docket No. 12-54-LNG

Dear Mr. Painter:

Pursuant to Paragraph (I) of the above referenced Order, please accept this as the Semi-Annual Report for Southern LNG Company, L.L.C. ("SLNG") for October 1, 2012 through March 31, 2013. On January 30, 2013, Southern Liquefaction Company, LLC,¹ and Shell US Gas & Power, a subsidiary of Royal Dutch Shell plc, formed a limited liability company, Elba Liquefaction Company, L.L.C. ("ELC"), which, together with SLNG and Elba Express Company, L.L.C.,² will develop a two-phased liquefaction project at the Elba Island Terminal. Also, in January 2013, ELC entered into a liquefaction service agreement with Shell NA LNG LLC, where ELC will provide liquefaction services commencing on the date at which the first liquefaction unit is placed in service (subject to other conditions precedent) and extending until the twentieth anniversary of the later of the in-service date of Phase I or Phase II liquefaction facilities. Regarding export, SLNG entered into a Precedent Agreement in January 2013 with Shell NA LNG LLC for the cool-down and loading of LNG Carriers at the Elba Island terminal for export.

Development activities also continue to progress. SLNG received approval from the Federal Energy Regulatory Commission ("FERC") on March 1, 2013, to use the pre-filing process for the project. On March 8, 2013, SLNG entered into an agreement for a front end engineering design services. SLNG anticipates placing the proposed Export Project in service in 2016.

¹ Southern Liquefaction Company, LLC is an affiliate of SLNG.

² Elba Express Company, L.L.C. is a Delaware limited liability company and unit of El Paso Pipeline Partners, L.P. ("EPB"). Kinder Morgan, Inc. owns the general partner interest in EPB.

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Please let the undersigned know if you have any questions regarding this report.

Very truly yours,



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cc: Larine Moore (larine.moore@hq.doe.gov)