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Department of Energy
Office of Oil and Gas Global Security and Supply
Docket Room 3F-056, FE-50
Office of Regulation and International Engagement
Docket Rooms 3E-042 and 3E-052, FE-34
Forrestal Building
1000 Independence Avenue, S.W.
Washington, D.C. 20585
United States of America

Subject: Pieridae Energy (USA) Ltd., FE Docket No. 14-179-LNG
the semi-annual report for the period ending March 31, 2017
filed pursuant to Ordering Paragraph J of DOE/FE Order No. 3639
and pursuant to Ordering Paragraph N of DOE/FE Order No. 3768

Pieridae Energy (USA) Ltd. ("Pieridae US") hereby submits its semi-annual report for the period ending September 30, 2017 (the "Reporting Date") pursuant to Ordering Paragraph J of Order No. 3639 ("Order 3639") issued by the Department of Energy, Office of Fossil Energy ("DOE/FE") on May 22, 2015 in the above-referenced docket, and Ordering Paragraph N of Order No. 3768 ("Order 3768") issued by the DOE/FE on February 5, 2016 in the above-referenced docket, granting long-term, multi-contract authorization to export natural gas to Canada and re-export to other free trade agreement nations and to non-free trade agreement nations, respectively. Unless otherwise stipulated herein, capitalized words have the meaning ascribed to them by Order 3768.

Pieridae US is wholly-owned by Pieridae Energy Limited ("Pieridae"). On May 15, 2017 Pieridae and Pétrolia Inc. ("Pétrolia"), a Canadian public corporation, entered into an agreement, as amended, (the "Arrangement Agreement") which contemplates that Pétrolia will acquire all of the issued and outstanding shares of Pieridae in exchange for shares of Pétrolia pursuant to a plan of arrangement (the "Arrangement") effected under section 192 of the *Canada Business Corporations Act* and immediately thereafter, Pétrolia and Pieridae will amalgamate to form a new entity to be named "Pieridae Energy Limited", the shares of which will trade on the TSX Venture Exchange under the symbol PEA.

In accordance with the terms of the Arrangement Agreement, Pieridae completed a private placement of its shares for gross proceeds of approximately \$25.6 million (Canadian) which will be released from escrow upon completion of the Arrangement expected in early October, 2017. Substantially all of the proceeds will be employed by Pieridae CA to commence the site preparation for the proposed Goldboro LNG Project and to procure additional natural gas resources.

The front end engineering design of the Goldboro LNG Project is complete and the decision of whether the Goldboro LNG Project will consist of one train or two trains will depend in large measure on the degree of success that Pieridae CA achieves in securing long-term supply of natural gas for use as feed stock for a second train and in securing long-term offtake of the LNG produced from a second train.

A positive final investment decision ("FID") is expected to be made as early as the first quarter of 2018 and, assuming that FID is positive, construction of the Goldboro LNG Project will commence immediately thereafter with operations anticipated to commence by the end of the first quarter of 2022.

If you have any questions or require any clarification, please contact me at 778.385.8466.

Yours truly,

[*signed*]

Thomas Ciz
General Counsel