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VIA ELECTRONIC MAIL TO: fergas@hq.doe.gov

U.S. Department of Energy (FE-34) Office of Fossil Energy Office of Natural Gas Regulatory Activities Attn: Natural Gas Reports P.O. Box 44375 Washington, D.C. 20026-4375

SEMI-ANNUAL REPORT October Report

Re: Freeport LNG Expansion, L.P., FLNG Liquefaction, LLC, FLNG Liquefaction 2, LLC,

and FLNG Liquefaction 3, LLC

FE Docket Nos. 12-06-LNG, 10-161-LNG, 11-161-LNG and 16-108-LNG

DOE/FE Order Nos. 3066, 3282-C, 3357-B and 3957 Freeport LNG Terminal, Quintana Island, Texas

To: Office of Natural Gas Regulatory Activities

In accordance with the conditions of DOE/FE Order Nos. 3066 (issued February 10, 2012), 3282-C (issued November 14, 2014), 3357-B (issued November 14, 2014) and 3957 (issued December 19, 2016), Freeport LNG Expansion, L.P., FLNG Liquefaction, LLC, FLNG Liquefaction 2, LLC, and FLNG Liquefaction 3, LLC (collectively, "FLEX"), do hereby submit this semi-annual report as required by Ordering Paragraphs I, M, M and N of such Orders, respectively, describing the progress of the proposed liquefaction facility project at the Freeport LNG Terminal on Quintana Island, Texas (the "Liquefaction Project").

Any questions concerning this filing should be addressed to the undersigned at (979) 415-8728.

Respectfully Submitted

Freeport LNG Expansion, L.P.

FLNG Liquefaction, LLC

FLNG Liquefaction 2, LLC

FLNG Liquefaction 3, LLC

By: Michael Stephenson

Its: Superintendent of Regulatory Affairs

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Freeport LNG Expansion, L.P., FLNG Liquefaction, LLC, FLNG Liquefaction 2, LLC and FLNG Liquefaction 3, LLC $\,$

FE Docket Nos. 12-06-LNG, 10-161-LNG, 11-161-LNG and 16-108-LNG; DOE/FE Order

Nos. 3066, 3282-C, 3357-B and 3957

Semi-Annual Report: October 2018

Facility Progress Report

On July 30, 2014, the Federal Energy Regulatory Commission ("Commission") issued an order in Docket No. CP12-509-000 approving the Liquefaction Project. FLEX will utilize the Liquefaction Project in connection with the export authorization granted under DOE/FE Order Nos. 2913, 3066, 3282-C, 3357-B and 3957.

FLEX anticipates the first train of the Liquefaction Project will reach mechanical completion during the first quarter of 2019. Commissioning and startup of the first train is expected to be complete during the third quarter of 2019 to achieve sustained commercial operations. The second train is expected to commence commercial operations approximately six months after the first train, and the third liquefaction train is expected to commence commercial operations in early 2020.

Status of Long-Term LNG Export Contracts

FLEX has executed long-term liquefaction tolling or LNG purchase and sale agreements with JERA Energy America, LLC, Osaka Gas Trading and Export, LLC, BP Energy Company, Toshiba America LNG Corporation, SK E&S LNG, LLC, Kansai Electric Power Co., Inc., and Trafigura PTE LTD under which FLEX will export LNG from the Liquefaction Project for itself or as agent for those counterparties. The required Summary Reports of the major provisions of each of these long-term contracts have been filed with DOE/FE.

Status of Long-Term Gas Supply Contracts

FLEX has not entered into long-term gas supply contracts associated with this project.

Date Facility is Expected to Be Operational

The Liquefaction Project is expected to commence commercial operations in the third quarter of 2019.