



October 1, 2019

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,

A handwritten signature in blue ink, appearing to read "Michael Stephenson", written over a horizontal line.

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 2019

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.

Natural gas was introduced into the first Pre-Treatment and Liquefaction train of the Liquefaction Project during the second and third quarters of 2019. Commissioning, startup, tuning and testing of the first train progressed through the third quarter of 2019 with two LNG cargoes loaded and shipped during the quarter. Commencement of commercial operations is expected during the fourth quarter of 2019. The second Pre-Treatment train began introduction of hydrocarbons in the third quarter of 2019. It is anticipated that hydrocarbons will be introduced to the second Liquefaction train in early fourth quarter of 2019. Commercial operations of the second train is anticipated in the first quarter of 2020. The third liquefaction train is expected to achieve Ready for Startup and introduction of hydrocarbons in late first quarter or early second quarter of 2020. It is expected to commence commercial operations in the second quarter of 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 Toshiba America LNG Corporation liquefaction tolling agreement was acquired by Total Gas & Power North America, Inc. on August 30, 2019. 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.

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Office of Natural Gas Regulatory Activities
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Page 3 of 3

Date Facility is Expected to Be Operational

As described in more detail above, the first train of the Liquefaction Project is expected to commence commercial operations in the fourth quarter of 2019, with full three-train commercial operations anticipated in the second quarter of 2020.