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November 10, 2015

Office of Oil and Gas Global Security and Supply  
U.S. Department of Energy  
Forrestal Building  
1000 Independence Avenue, S.W.  
Washington, D.C. 20585  
Attention: Benjamin Nussdorf

Re: In the Matter of Bear Head LNG Corporation and Bear Head LNG (USA), LLC  
Semi-Annual Report  
FE Docket No. 15-33-LNG

Dear Ben:

Bear Head LNG Corporation and Bear Head LNG (USA), LLC (together, "Bear Head LNG") respectfully submit their semi-annual report describing the progress of the proposed Bear Head LNG export facility to be located in Nova Scotia, Canada (the "Bear Head Project"). This filing is made in accordance with Paragraph J of the July 17, 2015 order issued by the Department of Energy, Office of Fossil Energy ("DOE/FE") in the above-referenced docket, granting Bear Head LNG long-term authorization to export natural gas to Canada and liquefied natural gas ("LNG") to other Free Trade Agreement ("FTA") nations.<sup>1</sup> Specifically, Paragraph J of the FTA Order provides:

Bear Head LNG shall file...on a semi-annual basis, written reports describing the progress of the proposed Bear Head Project [including] information on the progress of the Bear Head Project, the date the facility is expected to be operational, and the status of the long-term contracts associated with the long-term export of U.S.-sourced natural gas as LNG and any long-term supply contracts.

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<sup>1</sup> See *Bear Head LNG Corporation and Bear Head LNG (USA), LLC, Order Granting Long-Term, Multi-Contract Authorization to Export Natural Gas to Canada and to Other Free Trade Agreement Nations*, DOE/FE Order No. 3681, FE Docket No. 15-33-LNG (July 17, 2015), *Errata Notice* (July 21, 2015) (the "FTA Order"). See also *Bear Head LNG Corporation and Bear Head LNG (USA), LLC, Application for Long-Term Authorizations to Export Natural Gas to and to Export Liquefied Natural Gas from Canada to Free Trade Agreement and Non-Free Trade Agreement Nations*, FE Docket No. 15-33-LNG (Feb. 25, 2015). The non-FTA portion of Bear Head LNG's application remains pending in FE Docket No. 15-33-LNG.

## C A D W A L A D E R

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During the April to September period in connection with Bear Head LNG's application, the most significant milestones were related to Bear Head LNG securing Canadian regulatory approvals. On May 15, 2015, Nova Scotia Environment approved Bear Head LNG Corporation's updated provincial Environmental Assessment for the development of the Bear Head Project, the last of the 10 initial Canadian permits required to commence construction. On August 13, 2015, the Canadian National Energy Board approved Bear Head LNG Corporation's application for a license to import natural gas to, and export LNG from, Canada.<sup>2</sup>

Bear Head LNG continues to engage in robust discussions with potential liquefaction tolling customers and gas suppliers for the Bear Head Project. Additionally, Bear Head LNG engaged KBR, Inc., an EPC contractor, to perform additional engineering and construction planning work. To date, Bear Head LNG has not entered long-term contracts associated with the export of U.S.-sourced natural gas as LNG. Nor has it entered into long-term supply contracts. The non-FTA approval is a key milestone in furthering such negotiations towards contract execution. With respect to project timelines, the timing of the receipt of non-FTA authorization from DOE/FE will impact Bear Head LNG's ability to make a final investment decision and ultimately commence LNG export operations.

Should you have any questions about this filing, please contact the undersigned at (212) 504-6060.

Respectfully submitted,

/s/ Tania S. Perez  
Tania S. Perez  
Lamiya Rahman  
*Attorneys for Bear Head LNG Corporation and  
Bear Head LNG (USA), LLC*

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<sup>2</sup> See Bear Head LNG Corporation and Bear Head LNG (USA), LLC, *Project Update Letter*, FE Docket No. 15-33-LNG (Apr. 7, 2015); Bear Head LNG Corporation and Bear Head LNG (USA), LLC, *Project Update Letter*, FE Docket No. 15-33-LNG (May. 29, 2015); Bear Head LNG Corporation and Bear Head LNG (USA), LLC, *Project Update Letter*, FE Docket No. 15-33-LNG (Aug. 18, 2015).