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RECEIVED By DOE/FE at 2:36 pm, Apr 01, 2019

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April 1, 2019

U.S. Department of Energy Office of Oil and Gas Global Security and Supply Docket Room FE-34 P.O. Box 44375 Washington, D.C. 20026-4375 Attention: Office of Natural Gas Regulatory Activities

Re: SeaOne Gulfport, LLC

DOE/FE Order No. 3555 FE Docket No. 14-83-CGL Semi-Annual Report, April 1, 2019

Dear Sir or Madam:

As required by DOE/FE Order No. 3555, issued on December 2, 2014, SeaOne Gulfport, LLC ("SeaOne") herby files its ninth semi-annual report.

Progress of the Facility:

SeaOne has made significant progress on planning for the Gulfport site, including completion of Front End Engineering and Design ("FEED") for the entire Caribbean Fuels Supply Project and selection of an Engineering, Procurement, Construction, Installation, Commissioning and Start-up (EPCIC/S) contractor for Phases 1, 2 and 3 of the Gulfport Facility and the corresponding CGL Receiving Terminals at markets. Detailed design is now underway.

SeaOne has executed agreements with Gulf South Pipeline Company, who would own and operate the upstream pipelines delivering feedstock (gas and gas liquids) to the facility, to conduct routing, permitting and in connection with the development of those pipelines.

SeaOne has completed ship design and FEED for American Bureau of Shipping (ABS) classed neo-Panamax CGL carriers, and has selected an owner/operator for the vessels and a shipyard for vessel construction.

⁴⁷ Offices in 20 Countries

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As demand in SeaOne's markets has increased—including in Colombia, where a SeaOne affiliate was recently awarded significant firm energy obligations under a national power tender (see below) - SeaOne has been exploring alternative sites on the Gulf Coast that offer superior pipeline connectivity and harbor depth to accommodate SeaOne's large carriers, which, because of their draft, cannot enter the Port of Gulfport. In this connection SeaOne is in discussions with owners of several other port sites on U.S. Gulf Coast, including several sites in Corpus Christi, Texas.

SeaOne's original lease with the State Port of Gulfport was set to expire by its terms on March 15, 2019. In light of SeaOne's consideration of alternative sites and the circumstances outlined in the following paragraphs, SeaOne did not elect to accept the Port of Gulfport's extension terms, and allowed the lease to expire. SeaOne is considering the Port's offer to negotiate a new lease at Gulfport in connection with its consideration of alternative sites.

As noted above, SeaOne has recently been awarded reliability charge awards for power generation in the country of Colombia. These awards will enable project financing and construction of a power plant in Colombia. This power plant will use fuel compositions found within solvated CGL products delivered by SeaOne to Colombia.

<u>Anticipated Start Date of Operations</u>: Due to the increase in project size and scope, SeaOne has moved the Financial Investment Decision ("FID") to not earlier than the first half of 2020. Based on this decision, the projected date for commencement of full commercial operations has been adjusted to the second quarter of 2022. Prior to that date, SeaOne will service its Latin American and Caribbean customers with conventionally produced and sourced high heating value gas and will phase in other solvated formulations as feasible and cost effective.

Status of Long Term Export or Supply Contracts:

As noted above, SeaOne is developing a power generation project in Colombia. In connection with this, SeaOne is developing a long-term contract to transport fuel compositions found in CGL solvated products to support the Colombia power plant. In addition, SeaOne is negotiating multiple long-term agreements for the delivery of CGL products to other customers in Colombia, as well as other markets.

SeaOne is supporting SIDS DOCK, a U.N. chartered organization representing the energy interests of the world's small island developing states in the development of plans and policies to facilitate the transition of energy supplies from petroleum based diesel and similar carbon intensive fuels to a cleaner mix of gas/gas liquid and renewable resources. At the third Session of the Assembly of SIDS DOCK, in September 2017, on the margins of the 72nd United Nations General Assembly (UNGA), in New York, the SIDS DOCK members mandated the SIDS DOCK Secretariat to develop a program to assist with transitioning of island nations to a low-carbon economy with high climate resilience by introducing low-cost gas and gas liquid based fuels as a principal energy source that has

the high potential to help bring about significant reduction in the quantities and cost of imported fuels. SIDS DOCK has been in dialogue with Antigua and Barbuda, Bahamas (The Commonwealth of the), Belize, Grenada, Haiti, Guyana and Jamaica, and has been in discussions with the United States (US) Trade and Development Agency (USTDA), Overseas Private Investment Corporation (OPIC), under the US Gas Infrastructure Exports Initiative, to provide resources to support documentation development and launching of projects in these countries.

In addition to the contract with TermoSolo mentioned above, SeaOne continues to finalize several long and medium-term fuel services agreements ("FSAs") with customers in the Caribbean Basin and the Gulf of Mexico, including having executed Letters of Intent and Term Sheets with multiple power generation and commodity distribution customers in Columbia.

Sites have been selected, and geotechnical, permitting and other works for CGL Receiving Terminals, in the Dominican Republic Cartagena and Buenaventura, Colombia has begun. Shipments of specific CGL blends for delivery to Puerto Rico, will be produced at SeaOne Dominicana's CGL Production and Export facility at San Pedro de Macoris, Dominican Republic. SeaOne has selected a site in San Juan, Puerto Rico for a CGL Receiving Terminal and is finalizing lease arrangements with the landowner.

Please contact Gordon Arbuckle (gordona123@earthlink.net; 303.619.5123) or me with any questions regarding this filing.

Respectfully submitted,

John R. Sharp

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