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September 30, 2022

By Electronic Mail

U.S. Department of Energy
Office of Fossil Energy and Carbon Management
Office of Regulation, Analysis, and Engagement
fergas@hq.doe.gov
1000 Independence Avenue, S.W.
Washington, D.C. 20585

Attention: Venture Global CP2 LNG, LLC
FE Docket No. 21-131-LNG
Order No. 4812, Order Condition H – Semi-annual Progress Report

Dear Sirs & Madams:

Venture Global CP2 LNG, LLC (“CP2 LNG”) hereby submits to the Department of Energy, Office of Fossil Energy and Carbon Management (“DOE/FECM”) this semi-annual report in compliance with ordering paragraph H of Order No. 4812 issued in FECM Docket No. 21-131-LNG on April 22, 2022. This order grants long-term, multi-contract authorization to export liquefied natural gas (“LNG”) to countries with which the United States currently has, or in the future will have, a Free-Trade Agreement (“FTA”) requiring the national treatment of natural gas from the proposed liquefaction and liquefied natural gas (“LNG”) export project being developed by CP2 LNG on the east side of the Calcasieu Ship Channel, and on the nearby Monkey Island, in Cameron Parish, Louisiana (the “Project”). CP2 LNG’s application for authorization to export LNG from the Project to nations with which the United States does not have such a FTA, but with which trade is not prohibited, is pending in the same proceeding.

a) Progress of the Project:

- CP2 LNG and its pipeline affiliate, Venture Global CP Express, LLC, (together referred to as “Applicants”) submitted to the Federal Energy Regulatory Commission (“FERC”) the formal application for the Project on December 2, 2021 (the “Application”). Progress continues in the FERC proceedings, which are pending in FERC Docket Nos. CP22-21-000 and CP22-22-000. Applicants continue to submit supplemental information and updates regarding the Project. Key developments since the most recent semi-annual report are summarized below.

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- Applicants have received a series of environmental and engineering information requests about the Project from FERC Staff, including requests issued on February 11, February 18, April 11, April 14, May 11, July 15, and July 18, 2022. Applicants have diligently responded to all the requests of FERC Staff in a large number of filings in recent months.
- On August 23, 2022, FERC Staff issued a revised schedule for its environmental review of the Project. The revised schedule provides for the issuance of draft Environmental Impact Statement (“EIS”) in January 2023, and of the final EIS by July 28, 2023.

b) Date the Project is expected to be operational:

- CP2 LNG anticipates that, following the completion of the FERC and DOE approval process, it will begin initial operation of the Project in late 2025, commence full operation of Phase 1 in mid-2026, and full operation of both Phase 1 and Phase 2 in mid-2027, all as detailed in the Application filed with FERC.

c) Status of the long-term contracts associated with the long-term export of LNG and any long-term supply contracts:

- CP2 LNG has entered into four binding, long-term LNG Sales and Purchase Agreements for a total of 3.75 million metric tonnes per annum (“mtpa”) of the Project’s nameplate capacity, as summarized below. CP2 LNG has submitted to DOE/FECM full and non-redacted copies of each of these agreements on a confidential basis, along with public summaries of the material terms of the agreements.
- On March 16, 2022, CP2 LNG submitted to DOE/FECM on a confidential basis a long-term LNG off-take agreement entered into with NFE North Trading, LLC (“NFE”), dated as of March 2, 2022, along with a summary for public posting of the major non-proprietary provisions of such agreement. The NFE agreement is an LNG Sales and Purchase Agreement (FOB) for fifty-one million (51,000,000) Metric Million British Thermal Units (“MMBtu”), or approximately 1 mtpa, for a primary term of twenty (20) years.
- On May 10, 2022, CP2 LNG submitted to DOE/FECM on a confidential basis a long-term LNG off-take agreement entered into with ExxonMobil Asia Pacific Pte. Ltd (“Exxon”), dated as of April 29, 2022, along with a summary for public posting of the major non-proprietary provisions of such agreement. The Exxon agreement is an LNG Sales and Purchase Agreement (FOB) for fifty-two million (52,000,000) Metric Million British Thermal Units (“MMBtu”), or approximately 1 mtpa, for a primary term of twenty (20) years.
- On June 23, 2022, CP2 LNG submitted to DOE/FECM on a confidential basis a long-term LNG off-take agreement entered into with EnBW Energie Baden-Württemberg AG (“EnBW”), dated as of June 10, 2022, along with a summary for public posting of the major non-proprietary provisions of such agreement. The EnBW agreement is an LNG Sales and Purchase Agreement (FOB) for thirty-nine million (39,000,000) Metric Million British Thermal Units (“MMBtu”), or approximately 0.75 mtpa, for a primary term of twenty (20) years.

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- On June 23, 2022, CP2 LNG submitted to DOE/FECM on a confidential basis a long-term LNG off-take agreement entered into with Chevron U.S.A. Inc. (“Chevron”), dated as of June 15, 2022, along with a summary for public posting of the major non-proprietary provisions of such agreement. The Chevron agreement is an LNG Sales and Purchase Agreement (FOB) for fifty-two million (52,000,000) Metric Million British Thermal Units (“MMBtu”), or approximately 1 mtpa, for a primary term of twenty (20) years.
- CP2 LNG continues to negotiate Sales and Purchase Agreements with potential customers for the export of LNG from the Project. CP2 LNG will file all long-term, binding contracts associated with the export of LNG from its facility once executed, in accordance with the requirements of its DOE/FECM authorization.
- CP2 LNG has not entered into any long-term gas supply contracts to date. CP2 LNG will file all long-term, gas supply contracts once executed, in accordance with the requirements of its DOE/FECM authorization.

We hope this update provides you with sufficient detail regarding the status of the Project in compliance with Order No. 4812. Please feel free to contact the undersigned if you have any questions or require additional information.

Sincerely,

/s/ J. Patrick Nevins

J. Patrick Nevins
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Counsel to Venture Global CP2 LNG, LLC