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March 31, 2023

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, submitted to the Federal Energy Regulatory Commission (“FERC”) the formal application for the Project on December 2, 2021. Progress continues in the FERC proceedings, which are pending in FERC Docket Nos. CP22-21-000 and CP22-22-000. Key developments in the FERC proceeding since CP2 LNG’s most recent semi-annual report are summarized below.

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- CP2 LNG has received a series of environmental and engineering information requests about the Project from FERC Staff. CP2 LNG has diligently responded to all the requests of FERC Staff in numerous filings in recent months.
- On January 19, 2022, FERC Staff issued the draft Environmental Impact Statement (“EIS”) for the Project. Public comment sessions regarding the draft EIS were held on March 1 and 2, 2023, in Vinton and Cameron, Louisiana. Written comments on the draft EIS were filed with FERC, by CP2 LNG and other parties, by the deadline established by FERC of March 13, 2023. The final EIS is scheduled to be issued 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 early 2026, commence full operation of Phase 1 in late-2026, and full operation of both Phase 1 and Phase 2 in late-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 six binding, long-term LNG Sales and Purchase Agreements for a total of six 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. In its previous semi-annual report, CP2 LNG stated that it had entered into contracts for 3.75 MTPA of capacity; the incremental LNG offtake volumes contracted since that report are summarized below.
- On October 11, 2022, CP2 LNG updated its previous filing to DOE/FECM regarding its long-term LNG Sales and Purchase Agreement (FOB) with EnBW Energie Baden-Württemberg AG, explaining that annual contract quantity was increased from approximately 750,000 metric tonnes per annum to approximately 1,000,000 metric tonnes per annum.
- On January 25, 2023, CP2 LNG submitted to DOE/FECM on a confidential basis a long-term LNG off-take agreement entered into with INPEX Energy Trading Singapore Pte. Ltd. (“INPEX”), dated as of December 26, 2022, along with a summary for public posting of the major non-proprietary provisions of such agreement. The INPEX agreement is an LNG Sales and Purchase Agreement (FOB) with an annual contract quantity equal 51,000,000 MMBtu, or approximately 1,000,000 metric tonnes per annum, for a primary term of twenty years.
- On March 15, 2023, CP2 LNG submitted to DOE/FECM on a confidential basis a long-term LNG off-take agreement entered into with China Gas Hongda Energy Trading Co., Ltd. (“China Gas”), dated as of February 21, 2023, along with a summary for public posting of the major non-proprietary provisions of such agreement. The China Gas agreement is an LNG Sales and Purchase Agreement (FOB) for 51,000,000 MMBtu, or approximately 1,000,000 metric tonnes per annum, for a primary term of 20 years.

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- 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

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Counsel to Venture Global CP2 LNG, LLC