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June 16, 2023

Office of Regulation, Analysis, and Engagement Office of Fossil Energy and Carbon Management U.S. Department of Energy 1000 Independence Ave., SW, FE-34 Washington, D.C. 20585

Re: NFE Altamira FLNG, S. de R.L. de C.V. FECM Docket No. 22-110-LNG Project Update

To whom it may concern:

On September 9, 2022, NFE Altamira FLNG, S. de R.L. de C.V. ("NFE Altamira"), an indirect subsidiary of New Fortress Energy Inc. ("NFE"), filed an Application with the United States Department of Energy's ("DOE") Office of Fossil Energy and Carbon Management ("DOE/FECM") requesting authorization to engage in long-term multi-contract exports of domestically-produced natural gas by pipeline to Mexico via existing cross-border facilities, and further requesting long-term, multi-contract authorization to re-export liquefied natural gas ("LNG") from the proposed NFE Altamira Project ("Project") in Mexico to both free trade agreement ("FTA") and Non-FTA nations for a term extending through December 31, 2050. On March 3, 2023, DOE/FECM issued NFE authorization to export U.S.-sourced natural gas by pipeline from the United States to Mexico and, after liquefaction in Mexico, to re-export the U.S.-sourced natural gas (whether purchased in the United States or Mexico) in the form of LNG by vessel from the Project to FTA nations. The Non-FTA portion of the Application remains pending.

The Application included a detailed description of the Mexican permits and approvals required for the Project.¹ In this regard, NFE hereby provides DOE/FECM an update of significant Mexican approvals and permits recently received by NFE's affiliates from the Mexican regulatory authorities. As reflected herein, the Project has obtained substantially all required material regulatory permits for the construction, installation and operation of the Project and for the export

DOE/FECM has not required that applicants obtain all authorizations from Mexican permitting agencies as a prerequisite to DOE/FECM issuing Non-FTA approval. See e.g., Energia Costa Azul, S. De R.L. De C.V., Order Amending Long-Term Authorization to Re-Export U.S.-Sourced Natural Gas in the Form of Liquefied Natural Gas from Mexico to Non-Free Trade Agreement Nations, ECA Large-Scale Project, DOE/FECM Order No. 4365-B. pg. 33, Docket No. 18-145-LNG (Dec. 20, 2022) noting that, at the time DOE/FECM issued Order No. 4365-B, ECA did not yet have the necessary associated approvals from Mexican regulatory agencies. ("In its October 2022 Semi-Annual Report, ECA adds that it 'has continued to ... seek authorization by the regulatory agencies in Mexico' to increase the Project's production capacity."); see also Vista Pacifico LNG, S.A.P.I. de C.V., Order Granting Long-Term Authorization to Re-Export U.S.-Sourced Natural Gas in the Form of Liquefied Natural Gas from Mexico to Non-Free Trade Agreement Nations, VPLNG Mid-Scale Project, DOE/FECM Order No. 4929, pg. 30, Docket No. 20-153-LNG (Dec. 20, 2022) noting that Vista Pacifico has represented that it is "diligently working with the federal authorities to permit the liquefaction facility in Mexico."

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of natural gas from FLNG 1, the first stage of the Project to be commissioned and placed in-service, with exports from such facility anticipated to occur by September 2023, pending receipt of the DOE/FECM Non-FTA authorization in a timely manner. Material permits received from Mexican regulatory officials include the following:

- On February 17, 2023, an NFE affiliate received its Power Generation Permit from Comisión Reguladora de Energía ("CRE"), the Energy Regulatory Commission, authorizing the generation of power for use in the Project.
- On March 31, 2023, an NFE affiliate received a favorable Environmental Impact Assessment and Risk Assessment Authorization for the Project from Agencia Nacional de Seguridad Industrial y de Protección al Medio Ambiente del Sector Hidrocarburos ("ASEA"), the National Agency of Industrial Safety and Environmental Protection for the Hydrocarbon Industry.² ASEA is the Mexican regulatory agency with sole responsibility for industrial safety in the hydrocarbons sector, and is governed by laws regulating safety activities and standards in the hydrocarbons sector.
- On February 28, 2023 and April 14, 2023, an NFE affiliate received its Marine Construction permits from Secretaría de Marina ("SEMAR"), the Marine Secretary, which allows the use of public property for the installation of subsea pipeline and FLNG 1.
- On May 18, 2023, an NFE affiliate received its Marketing Permit from CRE, authorizing the purchase and sale of natural gas within Mexico.
- On May 18, 2023, an NFE affiliate received its Storage Permit from CRE, which allows storage of LNG from the Project in the attached floating storage unit.
- On May 31, 2023, an NFE affiliate received its Export Permit from Secretaría de Energía ("SENER"), the Secretary of Energy, which allows exports of LNG from Mexico to any country.³
- On June 15, 2023, an NFE affiliate received its Liquefaction Permit from CRE, authorizing the liquefaction of natural gas within Mexico.

Certain information included in this filing is considered commercially-sensitive, business confidential information. Therefore, NFE Altamira is providing Appendices 1 and 2 to DOE/FECM under seal, via overnight mail. In this regard, NFE Altamira requests confidential treatment for these materials, which have been marked "CUI/PRIV—PRIVILEGED AND CONFIDENTIAL—DO NOT RELEASE."

² English translation attached hereto as Appendix 1. This Appendix is being filed under seal as privileged and confidential information.

³ English translation attached hereto as Appendix 2. This Appendix is being filed under seal as privileged and confidential information.

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If you have any questions regarding this filing, please call the undersigned at (212) 506-3710.

Respectfully submitted,

<u>/s/ Lisa M. Tonery</u> Lisa M. Tonery Mariah T. Johnston Jacob I. Cunningham Attorneys for NFE Altamira FLNG, S. de R.L. de C.V.

VERIFICATION

I, Lisa M. Tonery, declare that I serve as counsel to NFE Altamira FLNG, S. DE R.L. DE C.V. and I am duly authorized to make this Verification; that I have read the foregoing instrument and the facts therein stated are true and correct to the best of my knowledge, information, and belief.

Signed on this 20th day of June, 2023, at New York, NY.

<u>/s/ Lisa M. Tonery</u> Lisa M. Tonery Attorney for NFE Altamira FLNG, S. de R.L. de C.V.

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list in this proceeding.

Dated at New York, N.Y., this 16th day of June, 2023.

<u>/s/ Dionne McCallum-George</u> Dionne McCallum-George Executive Assistant on behalf of NFE Altamira FLNG, S. de R.L. de C.V.