

10/1/2026

Power LNG LLC
26 Cmdr Runco Ln.
Seabrook, TX 77586

U.S. Department of Energy
Office of Global Energy Security - Hydrocarbons and Geothermal Energy Office
fergas@hq.doe.gov
P.O. Box 44375
Washington D.C. 20026-4375

Subject: Semi-Annual Progress Report Update: Power LNG LLC DOE/FECM Order No. 4994

Dear Members of the Office of Global Energy Security - Hydrocarbons and Geothermal Energy Office:

By DOE/FECM Order No. 4994, the U.S. Department of Energy Office of Fossil Energy & Carbon Management authorized Power LNG LLC to export domestically produced liquefied natural gas in accordance with the terms and conditions of the order. Power LNG LLC respectfully submits this Semi-Annual Progress Report pursuant to the reporting requirements outlined in Order No. 4994.

Project Update:

Since our last report, Power LNG has continued advancing toward a year-end Final Investment Decision (FID) for its proposed LNG liquefaction, bunkering, and export facility at Pelican Island, Port of Galveston. The facility is being engineered for Phase 1 production of 400,000 gallons per day (GPD), approximately 33,000 MMBtu/day of feed gas, and is being future-proofed for a Phase 2 expansion to 800,000 GPD. FEL3 detailed design is scheduled to begin in the coming months.

During this reporting period, Power LNG has made progress in the following areas:

- **Project Execution Plan and FEL3 RFP:** Power LNG completed and issued Revision B of the Project Execution Plan and issued a Request for Proposal to EC1 Group for FEL3 final detailed design.
- **Geotechnical Program:** Power LNG received the draft geotechnical desktop study and preliminary pile-capacity curves for the tank and balance-of-plant foundations.
- **Feed Gas and Cryogenic Pipelines:** The Feed Gas & Cryogenic Pipelines Specification was advanced to Revision B, with the facility inlet line sized at 10 inches.

- **Utility Interconnection:** Power LNG delivered the interconnection data package to the electric utility, including the service transformer specification, in support of the motor-start and power-quality study.
- **Environmental and Permitting:** Power LNG advanced its environmental and permitting package, including the Railroad Commission LNG facility permit, the TCEQ air authorization under the permit-by-rule track, and submission of the USCG Letter of Intent.
- **Site Control and Access:** The Port of Galveston lease continues to progress, and site access clearing at Pelican Island is underway.

Power LNG continues to make meaningful progress across engineering, geotechnical, environmental, permitting, and utility coordination workstreams as it advances toward FEL3 detailed design and a year-end Final Investment Decision.

Current Workstreams:

- **FEL3 Detailed Engineering:** Underway with EC1 Group, our engineering partner, and CryoSys, our liquefaction equipment provider, including ISBL/BOP equipment-list reconciliation and finalization of the CryoSys equipment sales agreement.
- **Geotechnical Field Boring Program:** Planning underway.
- **Permitting Finalization:** Ongoing.
- **Utility Interconnection Coordination:** Ongoing with the electric utility and feed gas supplier.

Updated Timeline:

- **FEL3 Detailed Design:** Scheduled to begin in the coming months.
- **Geotechnical Field Boring Program:** To commence following completion of site access clearing at Pelican Island.
- **Environmental and Air Permits:** Finalization and submittal ongoing.
- **Board Lease Approval:** Pending; approval will trigger the Phase 1 Environmental Site Assessment.
- **Final Investment Decision:** Targeted by year-end.



Power LNG remains committed to maintaining compliance with all DOE requirements and will continue to provide timely updates as the project advances.

For any further inquiries or updates pertaining to this report, please direct correspondence to: Dean M. Wallace, Managing Member, dean.wallace@power-lng.com.

Sincerely,

A handwritten signature in blue ink, appearing to read "Dean M. Wallace".

Dean M. Wallace
Managing Member
Power LNG LLC

cc: Austin Terry, Managing Member