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contract 1

NORTON ROSE FULBRIGHT

July 16, 2014

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VIA FEDEX AND E-MAIL

Mr. John Anderson
Office of Fossil Energy
U.S. Department of Energy
1000 Independence Ave., SW
Washington, D.C. 20585

Re: Sabine Pass Liquefaction, LLC
FE Docket Nos. 10-85-LNG and 10-111-LNG

Dear Mr. Anderson:

On September 7, 2010, the U.S. Department of Energy, Office of Fossil Energy ("DOE/FE") issued an Order granting Sabine Pass Liquefaction, LLC's ("Sabine Pass") application under Section 3 of the Natural Gas Act ("NGA")[1] for long-term, multi-contract authorization to export up to the equivalent of 803 billion cubic feet ("Bcf") per year of liquefied natural gas ("LNG") from the Sabine Pass LNG Terminal in Cameron Parish, Louisiana ("Sabine Pass LNG Terminal") to nations with which the United States has entered, or in the future enters, into a free trade agreement ("FTA") requiring the national treatment for trade in natural gas.[2] On August 7, 2012, DOE/FE issued a Final Opinion and Order granting Sabine Pass's application under NGA Section 3 for long-term, multi-contract authorization to export up to the equivalent of 803 Bcf per year of LNG from the Sabine Pass LNG Terminal to nations with which the United States has not entered into an FTA requiring the national treatment for trade in natural gas.[3]

In both DOE/FE Order No. 2833 and DOE/FE Order No. 2961-A, DOE/FE directed Sabine Pass to file with DOE/FE's Office of Natural Gas Regulatory Activities "all executed long-term contracts associated with the long-term supply of natural gas to the Sabine Pass LNG

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1 15 U.S.C. § 717b (2012).

2 *Sabine Pass Liquefaction, LLC, Order Granting Long-Term Authorization to Export Liquefied Natural Gas from Sabine Pass LNG Terminal to Free Trade Nations*, DOE/FE Order No. 2833, FE Docket No. 10-85 (2010) [hereinafter DOE/FE Order No. 2833].

3 *Sabine Pass Liquefaction, LLC, Final Opinion and Order Granting Long-Term Authorization to Export Liquefied Natural Gas from Sabine Pass LNG Terminal to Non-Free Trade Agreement Nations*, DOE/FE Order No. 2961-A, FE Docket No. 10-111-LNG (Aug. 7, 2012) [hereinafter DOE/FE Order No. 2961-A].

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Terminal ... within 30 days of their execution."[4] More recently, DOE/FE has stated that it "recognizes that some information in long-term contracts associated with the long-term supply of natural gas to the Sabine Pass LNG Terminal may be commercially sensitive."[5] Thus, DOE/FE has given Sabine Pass the option to file long-term contracts under seal along with a public summary of the major provisions of the contracts.[6]

Sabine Pass entered into the enclosed North American Energy Standards Board ("NAESB") Base Contract for Sale and Purchase of Natural Gas with Range Resources – Appalachia, LLC ("Range Resources") on December 1, 2013.[7] Pursuant to the terms of the NAESB Base Contract, the enclosed Transaction Confirmation ("Confirmation") documents a transaction whereby Range Resources agrees to sell to Sabine Pass a fixed quantity of natural gas on a firm, long-term basis. Sabine Pass intends to liquefy the natural gas secured under the Confirmation for export from the Sabine Pass liquefaction facility, pursuant to the authorizations granted in the above-referenced proceedings.

The NAESB Base Contract and Confirmation contain commercially sensitive information, and are being filed herewith under seal. A summary of the major provisions that are not deemed confidential is set forth below.

I. Public Summary of Confirmation

Pursuant to the Confirmation executed by Sabine Pass on June 17, 2014, Sabine Pass agreed to buy natural gas from Range Resources for a five-year term beginning on the first day of the month immediately succeeding the date on which all four of the following conditions have been met: (1) Sabine Pass has notified Range Resources that the date of commercial operations from the first LNG liquefaction train at the Sabine Pass liquefaction facility (Train 1) has occurred; (2) the commercial in-service date of Range Resources's firm transportation contract on Columbia Gas Transmission, LLC's ("CGT") proposed Leach Xpress Project has occurred; (3) the commercial in-service date of Range Resources's firm transportation contract on CGT's proposed Rayne Xpress Project has occurred; and (4) the commercial in-service date of Sabine Pass's firm transportation contract on Transcontinental Gas Pipeline Company, LLC's ("Transco") proposed Gulf Trace Project has occurred. The primary delivery point is at CGT's Meter Station 478 mainline delivery point to Transco in Evangeline Parish, Louisiana. There are no take-or-pay or equivalent provisions/conditions or restrictions in the Confirmation.

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4 DOE/FE Order No. 2833 at Ordering paragraph D; DOE/FE Order No. 2961-A at Ordering paragraph G.

5 *Sabine Pass Liquefaction, LLC, Order Granting Long-Term, Multi-Contract Authorization to Export Liquefied Natural Gas by Vessel from the Sabine Pass LNG Terminal to Free Trade Agreement Nations* 10, DOE/FE Order No. 3384, FE Docket No. 13-121-LNG (2013).

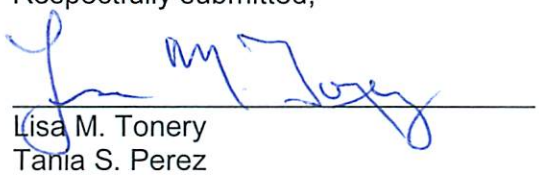
6 *Id.*

7 There is no corporate affiliation between Sabine Pass and Range Resources.

II. Request for Confidential Treatment

In the NAESB Base Contract, Sabine Pass and Range Resources agreed that confidentiality would apply to the terms of any transaction thereunder, and thus to the Confirmation. Sabine Pass respectfully submits that the NAESB Base Contract and the Confirmation should be exempted from public disclosure, because they contain commercially sensitive information.

Respectfully submitted,



Lisa M. Tonery
Tania S. Perez
Charles R. Scott
Attorneys for Sabine Pass Liquefaction, LLC

LMT

Enclosures filed under seal

VERIFICATION

State of New York)

County of New York)

BEFORE ME, the undersigned authority, on this day personally appeared Lisa M. Tonery, who, having been by me first duly sworn, on oath says: that she is the Attorney for Sabine Pass Liquefaction, LLC, and is duly authorized to make this Verification; that she has read the foregoing instrument; and that the facts therein stated are true and correct to the best of her knowledge, information, and belief.

Lisa M. Tonery

SWORN TO AND SUBSCRIBED before me on the 16th day of July, 2014.

Name:

Title: Notary Public

My Commission expires:

McCALLUM GEORGE DIONNE
Notary Public, State of New York
No. 01MC6249522
Qualified in Queens County
Commission Expires Oct. 11, 2015

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in these proceedings.

Dated at New York, N.Y., this 16th day of July, 2014.

Dionne McCallum-George
Legal Secretary on behalf of
Sabine Pass Liquefaction, LLC