MAGNOLIA
LNG

Proposed Magnolia LNG Project - 8 MTPA
Community Support

“Magnolia LNG receives overwhelming support for its Lake Charles project.”


- Entire Southwest Louisiana State Delegation including the Speaker of the House
- Port of Lake Charles, Calcasieu Parish Police Jury, City of Lake Charles, City of Sulphur, City of DeQuincy and Calcasieu Parish District Attorney
- SWLA Economic Development Alliance and Lake Charles Pilots Association
Project Overview

- **Company Name**: Magnolia LNG LLC, 100% US-based subsidiary of Liquefied Natural Gas Limited, Australian publicly listed company

- **Capital Investment**: An estimated $3.5 billion capital investment on Port of Lake Charles property

- **Jobs**: 65-70 direct jobs; 175 indirect jobs; 1,000 construction jobs

- **Location**: Industrial Canal South Shore PLC Tract 475, approximately 115-acre site, Port of Lake Charles

- **Plant Capacity**: 8 mtpa (four x 2.0 mtpa LNG trains)

- **LNG Process**: Optimised SMR process (patented as OSMR® technology by Liquefied Natural Gas Ltd)

- **Gas Connection**: Kinder Morgan Louisiana Pipeline (KMLP) which crosses property site
Magnolia LNG facility to be located along Industrial Canal on Port property.
Proposed Project 3D-Layout

Artist’s Impression of 8 mtpa Magnolia LNG facility
Project Milestones

- **Jan 2013**  Announced plans for LNG Export Facility located in Lake Charles, LA
- **Feb 2013**  Received DOE approval for 4 mtpa of exports to FTA countries
- **Mar 2013**  Received Federal Energy Regulatory Commission (FERC) pre-filing approval
- **Mar 2013**  Signed Site Lease Option Agreement with Port of Lake Charles
- **July 2013**  FERC Scoping meeting. Signed Term Sheet with Gunvor for up to 2 mtpa.
- **Aug 2014**  Signed Heads of Agreement with Gas Natural Fenosa for up to 2 mtpa
- **Oct 2013**  Opened office in Houston. Submitted non-FTA application to DOE. Signed $660 million Equity Contribution Agreement with Stonepeak Partners
- **Nov 2013**  Submitted draft Resource Reports to FERC. Signed Term Sheet with LNG Holdings
- **Jan 2014**  Opened office in Lake Charles. Signed Precedent Agreement with KMLP
- **Feb 2014**  Engaged Financial Advisor (BNP Paribas) and signed MOU for FEED/EPC (SKEC)
- **Mar 2014**  Received DOE approval for additional 4 mtpa exports to FTA countries. Signed Term Sheet with AES Group
- **Apr 2014**  Appointed key executive positions. Formal Application to be submitted to FERC
- **Mid-2015**  Targeted commencement of construction
- **Mid-2018**  Planned initial start-up of operations
Optimized SMR (OSMR®) Benefits

Simplicity in design, construction and operation
- Faster construction / modular
- Proven technology
- Reduced capital cost
- Less footprint required
- Simple start-up & operation

High efficiency and low emissions
- Improved efficiency ~ 8% internal use
- Reduced emissions ~ 30%

OSMR® is 100% developed and owned by Liquefied Natural Gas Limited
In July 2013, Tolling Agreement – Term Sheet executed with Brightshore Overseas Ltd (Brightshore), an affiliate of the Gunvor Group. The Term Sheet details the key terms to be included in a proposed 20 year legally binding tolling agreement, for 1.7 mtpa of firm and 0.3 mtpa of interruptible LNG production capacity; representing 1 full train.

In August 2013, Tolling Agreement – Heads of Agreement executed with Gas Natural SDG, S.A. (GNF). The Heads of Agreement details the key terms to be included in a proposed 20 year legally binding tolling agreement, for up to 1.7 mtpa of firm and up to 0.3 mtpa of interruptible LNG production capacity.
In November 2013, Tolling Agreement – Term Sheet executed with LNG Holdings Corp. The Term Sheet details the key terms to be included in a proposed 20 year legally binding tolling agreement, for 1.7 mtpa of firm and 0.3 mtpa of interruptible LNG production capacity; representing 1 full train.

In March 2014, Tolling Agreement – Term Sheet executed with AES Latin America Development Ltd, a wholly-owned subsidiary of The AES Corporation Group for between 0.8 and 1.0 mtpa.
“Stonepeak to provide Magnolia LNG project equity.”

-Project Finance Magazine

- Stonepeak Partners LP executed Equity Contribution Agreement with Magnolia LNG LLC to provide $660 million of project equity for the Project at financial close. It is assessed that Stonepeak will hold 50% of the Magnolia LNG project after contributing its project equity requirement.
• Ecology & Environment – Environmental Consultant
• CH-IV International – Technical Consultant
• AcuTech Group – Safety/Reliability Consultant
• Sutherland – Commercial Legal Advisor
• K&L Gates – FERC/DOE Regulatory Legal Advisor
• Winfield Little – Local Legal Advisor
• Ginger Adam Corley, LLC – Louisiana Government Consultant
• The O’Carroll Group – Public Relations and Marketing
• Providence Shipping Group – Marine Consultant
• BNP Paribas – Financial Advisor
• SKEC – FEED/EPC Contractor
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