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VIA ELECTRONIC MAIL

U.S. Department of Energy
Office of Fossil Energy
Office of Natural Gas Regulatory Activities
Docket Room FE-34
P.O. Box 44375
Washington, D.C. 20026-4375
fergas@hq.doe.gov

**RE: LNG Development Company, LLC (d/b/a Oregon LNG)
DOE/FE Order No. 3100
FE Docket No. 12-48-LNG
Semiannual Report for Period through March 31, 2013**

Dear Sir or Madam:

On May 31, 2012, the Department of Energy's Office of Fossil Energy ("DOE/FE") issued an order in Docket No. 12-48-LNG authorizing LNG Development Company, LLC (d/b/a Oregon LNG) ("Oregon LNG") to export liquefied natural gas ("LNG") to Free Trade Agreement ("FTA") nations, in an amount up to 9.6 million metric tons per year, from its proposed LNG terminal in Warrenton, Oregon. See DOE/FE, Order Granting Long-Term Multi-Contract Authorization to Export LNG by Vessel from the Proposed LNG Terminal in Warrenton, Clatsop County, Oregon to FTA Nations, DOE/FE Order No. 3100 (May 31, 2012) ("Order No. 3100"). Paragraph I of Order No. 3100 directs Oregon LNG to "file with the Office of Natural Gas Regulatory Activities, on a semi-annual basis, written reports describing the progress of the proposed liquefaction facility," including information on "the progress of the proposed LNG liquefaction facility in Warrenton, Clatsop County, Oregon, the date the facility is expected to be operational, and the status of the long-term contracts associated with the long-term export of LNG and any long-term supply contracts." Oregon LNG submits this letter to provide DOE/FE's Office of Natural Gas Regulatory Activities with information covering the period from June 1, 2012, through March 31, 2013.

Progress of Oregon LNG's Proposed Facility

From July 2012, through June 2013, Oregon LNG underwent the Federal Energy Regulatory Commission's ("FERC") National Environmental Policy Act pre-filing review process for the Oregon LNG Export Project. More specifically, on July 3, 2012, Oregon LNG—together with Oregon Pipeline Company, LLC—requested that FERC initiate its pre-filing review for Oregon LNG's proposed liquefaction and export project and associated interstate gas pipeline. On July 16, 2012, FERC approved the pre-filing request by a Letter Order filed in FERC Docket No. PF12-18-000. In August and September 2012, Oregon LNG submitted draft resource reports to FERC, which subsequently published a Notice of Intent to Prepare an Environmental Impact Statement, requesting scoping comments by November 8, 2012. 77

Fed. Reg. 59,603 (Sept. 28, 2012). FERC later extended the deadline for scoping comments until December 24, 2012. In March 2013, FERC issued a "Project Update" for the public, indicating that it expected Oregon LNG and Oregon Pipeline Company, LLC, to file applications for authorizations under the Natural Gas Act ("NGA").¹

Expected Operational Date

Oregon LNG expects its proposed bidirectional LNG terminal and associated facilities to be operational by the fourth quarter of 2018.

Status of Long-Term Supply Contracts

Oregon LNG is engaged in ongoing discussions with several parties concerning commercial agreements, but to date, Oregon LNG has not entered into any long-term contracts associated with the export of LNG, or long-term supply contracts.

Please do not hesitate to contact me with any questions regarding this filing.

Sincerely,



Peter Hansen
Chief Executive Officer
Oregon LNG and
Oregon Pipeline Company, LLC

cc: Ms. Natalie Wood

¹ Although it falls outside of the pertinent reporting period, Oregon LNG brings the following recent development to DOE/FE's attention. On June 7, 2013, Oregon LNG and Oregon Pipeline Company, LLC submitted to FERC an Amendment to Application for Authorization Under Section 3(a) of the NGA to Site, Construct and Operate LNG Facilities and Application Under Section 7(c) of the NGA to Construct, Own and Operate Natural Gas Pipeline Facilities. The application seeks authorization for Oregon LNG to site, construct, and operate a bidirectional LNG terminal and associated facilities to be located in Warrenton, Oregon, as well as: (1) a certificate of public convenience and necessity (i) authorizing Oregon Pipeline Company, LLC to construct, own, and operate bidirectional natural gas pipeline facilities, (ii) approving the *pro forma* tariff submitted with the FERC application, and (iii) approving the proposed initial rates for service; (2) a blanket certificate authorizing Oregon Pipeline Company, LLC, to engage in certain self-implementing routine activities under FERC's regulations; and (3) a blanket certificate authorizing Oregon Pipeline Company, LLC to transport natural gas on an open access and self-implementing basis under FERC's regulations.