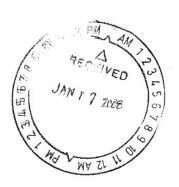
UNITED STATES OF AMERICA DEPARTMENT OF ENERGY OFFICE OF FOSSIL ENERGY



APPLIED LNG TECHNOLOGIES USA, L.L.C.

FE DOCKET NO. 07-135-LNG

ORDER GRANTING BLANKET AUTHORIZATION TO EXPORT LIQUEFIED NATURAL GAS TO CANADA AND MEXICO AND TO IMPORT LIQUEFIED NATURAL GAS FROM VARIOUS INTERNATIONAL SOURCES

DOE/FE ORDER NO. 2458

I. DESCRIPTION OF REQUEST

On December 19, 2007, Applied LNG Technologies USA, L.L.C. (ALT) filed an application with the Office of Fossil Energy of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA), ^{1/2} for blanket authorization to export liquefied natural gas (LNG) to Canada and Mexico, and to import LNG from various international sources, in a combined total amount up to the equivalent of 0.24 billion cubic feet of natural gas. The applicant requests authorization for a two-year term beginning on February 24, 2008.² ALT is a Delaware corporation with its principal place of business in Dallas, Texas.

II. <u>FINDING</u>

The application has been evaluated to determine if the proposed import and export arrangement meets the public interest requirement of section 3 of the NGA, as amended by section 201 of the Energy Policy Act of 1992 (Pub. L. 102-486). Under section 3(c), the import and export of natural gas, including LNG, from and to a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas and the import of LNG from other international sources are deemed to be consistent with the public interest and must be granted without modification or delay. The authorization sought by ALT to export LNG to Canada and Mexico, nations with which free trade agreements are in effect, and to import LNG from various international sources, meets the section 3(c) criterion and, therefore, is consistent with the public interest. This Order authorizes transactions with terms of no longer than two years.

^{1/ 15} U.S.C. § 717b. This authority is delegated to the Assistant Secretary for Fossil Energy pursuant to Redelegation Order No. 00-002.04C (January 30, 2007).

²/ ALT's blanket authorization granted in DOE/FE Order No. 2177 on February 24, 2006, extends through February 23, 2008 (2 FE ¶ 71,218).

ORDER

Pursuant to section 3 of the Natural Gas Act, it is ordered that:

A. ALT is authorized to export LNG to Canada and Mexico, and to import LNG from various international sources, in a combined total amount up to the equivalent of 0.24 billion cubic feet of natural gas, pursuant to transactions that have terms of no longer than two years. The authorization shall be effective for a two-year term beginning on February 24, 2008, and extending through February 23, 2010.

B. This LNG may be exported at any border point between the United States and Canada and the United States and Mexico. This LNG may also be imported at any LNG receiving facility in the United States and its territories.

C. Monthly Reports: With respect to the LNG imports and exports authorized by this Order, ALT shall file with the Office of Natural Gas Regulatory Activities, within 30 days following the last day of each calendar month, a report indicating whether imports or exports of LNG have been made. Monthly reports must be filed whether or not initial deliveries have begun. If neither LNG imports nor exports have been made, a report of "no activity" for that month must be filed. If imports or exports of LNG have occurred, the report must give the details of each LNG cargo: (1) the date of arrival at the U.S. receiving terminal; (2) the country of origin; (3) the name of the supplier/seller; (4) the name of the U.S. receiving terminal; (5) the name of the LNG tanker; (6) the volume in thousand cubic feet (Mcf) and million British thermal units (MMBtu); (7) the landed price per MMBtu at the point of import or export; (8) the duration of the supply agreement (indicate spot purchases); (9) the name(s) of the purchaser(s); and (10) the geographic market served (list States). [OMB NO.: 1901-0294]

D. The first monthly report required by this Order is due not later than March 30, 2008, and should cover the reporting period from February 24, 2008 through February 29, 2008.

E. Quarterly Reports: With respect to the LNG imports authorized by this Order, ALT shall file with the Office of Natural Gas Regulatory Activities, within 30 days following each calendar quarter, reports indicating whether imports or exports of LNG have been made.

Quarterly reports must be filed whether or not initial deliveries have begun. If neither LNG imports nor exports have been made, a report of "no activity" for that calendar quarter must be filed. If imports or exports of LNG have occurred, the report must give the details of each LNG cargo: (1) the date of arrival at the U.S. receiving terminal; (2) the country of origin; (3) the name of the supplier/seller; (4) the name of the U.S. receiving terminal; (5) the name of the LNG tanker; (6) the volume in Mcf and MMBtu; (7) the landed price per MMBtu at the point of import or export; (8) the duration of the supply agreement (indicate spot purchases); (9) the name(s) of the purchaser(s); (10) the geographic market served (list States). [OMB NO.: 1901-0294]

F. The first quarterly report required by this Order is due not later than April 30, 2008, and should cover the reporting period for the first calendar quarter, from February 24, 2008 through March 31, 2008.

G. The reports required by this Order shall be filed with the U.S. Department of Energy, Office of Natural Gas Regulatory Activities, FE-34, P.O. Box 44375, Washington, D.C. 20026-4375.

Issued in Washington, D.C., on January 16, 2008.

R. F. Corbin

Manager, Natural Gas Regulatory Activities Office of Oil and Gas Global Security and Supply Office of Fossil Energy