



September 30, 2018

RECEIVED

By DOE/FE at 9:11 am, Oct 10, 2018

Via Email: fergas@hq.doe.gov

U. S. Department of Energy (FE-34)
Office of Fossil Energy
Office of Natural Gas Regulatory Activities
P. O. Box 44375
Washington, DC 20026-4375

Attention: Natural Gas Reports

RE: SCT&E LNG LLC dba Monkey Island LNG
DOE Semi-Annual Report
DOE/FE Order No. 3566, FE Docket No. 14-89-LNG

Pursuant to Ordering Paragraph J of the above-referenced DOE/FE Order, please accept this progress report for SCT&E LNG, LLC ("SCT&E LNG" or "Monkey Island LNG"). This report covers the period from April 1, 2018, through September 30, 2018. Consistent with Ordering Paragraph J, Monkey Island LNG will continue to file semi-annual reports with the Department of Energy.

Any questions regarding this correspondence may be directed to Stephanie Moreau at 713.893.1586 or stephanie.m@mkyisland.com.

Best Regards,

A handwritten signature in blue ink, appearing to read 'Greg Michaels', is written over a large, light blue circular watermark containing a stylized 'M'.

Greg Michaels, CEO
Monkey Island LNG

Enclosure

POWERED BY:

SCT&ELNG

CLEAN ENERGY. GLOBAL IMPACT.

SCT&E LNG, LLC FE
dba Monkey Island LNG
Docket No. 14-89-LNG
DOE/FE Order No. 3566
Semi-Annual Report
Period Ending September 30, 2018

Progress of the Proposed Monkey Island LNG Terminal

1. The following Engineering has been completed since April 1, 2018:
 - a. Monkey Island LNG has short-listed several subcontractors required for the FERC Resource Report permitting process, which includes geotechnical, project surveys, and other contractors required to support the FERC process.
 - b. Monkey Island LNG has completed additional project feasibility studies to support meetings with institutional investors.
2. SCT&E LNG continues to formally do business as Monkey Island LNG.
3. Monkey Island LNG continues to engage in advanced negotiations with investment grade offtakers.

Date the Project is Expected to be Operational

Monkey Island LNG anticipates that, following the completion of the FERC and DOE approval process, it will begin construction of the LNG export facility and full operations of the facility will begin in 2024.

Status of Long-term Offtake Agreements

Monkey Island LNG has signed 5.7 mtpa in offtake reservations. Contract negotiations for long-term offtake agreements continue to progress. Monkey Island LNG is in negotiations with potential counterparties for tolling capacity at its future liquefaction and export facility on Monkey Island.

Status of Long-term Supply Agreements

Monkey Island LNG has signed a 20-year fixed price natural gas supply agreement to support its future Liquefied Natural Gas (LNG) facility. Contract negotiations for additional long-term supply agreements continue to progress.