October 19, 2012

The Office of Fossil Energy  
Natural Gas Regulatory Activities  
U.S. Department of Energy  
Attention: Larne Moore, Docket Room Manager  
Docket Room FE-34  
P. O. Box 44375  
Washington, DC 20026-4375

RE: Sabine Pass Liquefaction, LLC  
DOE Semi-annual Report  
DOE/FE Order Nos. 2833 and 2961  
FE Docket Nos. 10-85-LNG and 10-111-LNG

Dear Ms. Moore:

Pursuant to the above-referenced Orders, Sabine Pass Liquefaction, LLC (“Sabine Pass”), herein submits documents describing the progress of the planned liquefaction facility project for April 1, 2012 through September 30, 2012. During this period, Sabine Pass successfully completed financing for the Liquefaction Project, and issued Notice to Proceed (“NTP”) to Bechtel Oil, Gas and Chemicals, Inc. (“Bechtel”) to construct the first two liquefaction trains of the Sabine Pass Liquefaction Project, refer to Table 1 below.

<table>
<thead>
<tr>
<th>Date</th>
<th>Summary of Significant Events</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 16, 2012</td>
<td>Sierra Club motion to FERC for rehearing and for stay of pendent lite.</td>
</tr>
<tr>
<td>July 26, 2012</td>
<td>FERC Order Denying Rehearing and Stay of Sierra Club.</td>
</tr>
<tr>
<td>July 30, 2012</td>
<td>Cheniere Energy Partners, L.P. made a positive final investment decision to construct the first two liquefaction trains of the Sabine Pass liquefaction project.</td>
</tr>
<tr>
<td>Aug. 9, 2012</td>
<td>Cheniere Energy Partners, L.P. issued a full notice to proceed to Bechtel Oil, Gas and Chemicals, Inc. to construct the first two liquefaction trains of the Sabine Pass liquefaction project. The first liquefaction train is expected to start operations as early as 2015, with the second liquefaction train expected to commence operations six to nine months thereafter.</td>
</tr>
<tr>
<td>Sep. 6, 2012</td>
<td>Sierra Club’s motion to Department of Energy for rehearing and for stay pendent lite.</td>
</tr>
</tbody>
</table>

During the period of April through September 2012, activities at the Liquefaction Project focused on mobilization to the site and the initiation of site preparation. Please refer to Attachment A for the Monthly Reports submitted to FERC during the period of April 1 – September 30, 2012. Please call me if you have any questions.

Sincerely,

Patricia Outtrim  
VP, Government & Regulatory Affairs

cc: GA-Permits/SPLQ/DOE/Semi-annual reports
Re: Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC
Monthly Construction Progress Report for Sabine Pass Liquefaction Project
Docket No. CP11-72-000

June 13, 2012

Ms. Kimberly D. Bose, Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

Dear Ms. Bose:


Should you have any questions about this filing, please feel free to contact the undersigned at (713) 375-5000.

Thank you,

/s/ Karri Mahmoud

Karri Mahmoud
Sabine Pass LNG, L.P.
Sabine Pass Liquefaction, LLC

cc: Chris Zerby, Federal Energy Regulatory Commission
    Ms. Sontho White, Federal Energy Regulatory Commission
    Ms. Karla Bell, Federal Energy Regulatory Commission
    Ms. Magdalene Suter, Federal Energy Regulatory Commission
Introduction:

On April 16, 2012, the Federal Energy Regulatory Commission issued an Order Granting Authorization under Section 3(a) of the Natural Gas Act under Docket No. CP11-72-000. The Order authorized Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC (collectively referred to as “Sabine Pass”) to site, construct and operate the Sabine Pass Liquefaction Project at the existing Sabine Pass LNG Terminal, located in Cameron Parish, Louisiana.

Pursuant to Condition 7 of the Order, Sabine Pass is herein submitting its monthly construction progress report.

Federal Authorization Status:

- All federal permits have been received for the Project.
- Construction Dock Ro-Ro permit approvals (USACE and CZM) pending.

Construction Status (current period):

- Securing contractors for soil stabilization, silt fencing, site signage.
- Finalizing environmental training material.
- Finalizing arrangements for Trailer/Construction office delivery.

Construction Planning (following period):

- Issue contracts for soil stabilization, silt fencing, and site signage.
- Conduct environmental training for supervisors (TBD).

Scheduled Changes for stream crossings or work in Environmentally Sensitive Areas:

- None.

Non-Compliance and Corrective Actions:

- No non-compliance issues were observed this reporting period.
July 12, 2012

Ms. Kimberly D. Bose, Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

Re: Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC
Monthly Construction Progress Report for Sabine Pass Liquefaction Project
Docket No. CP11-72-000

Dear Ms. Bose:


Pursuant to Condition 7 of the Order, Sabine Pass is herein submitting its monthly construction progress report for June 1, 2012 thru June 30, 2012.

Should you have any questions about this filing, please feel free to contact the undersigned at (713) 375-5000.

Thank you,

/s/ Karri Mahmoud

Karri Mahmoud
Sabine Pass LNG, L.P.
Sabine Pass Liquefaction, LLC

cc: Chris Zerby, Federal Energy Regulatory Commission
    Ms. Sentho White, Federal Energy Regulatory Commission
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Federal Authorization Status:

- All federal permits have been received for the Project.
- Construction Dock Ro-Ro permit approvals (USACE and CZM) pending.

Construction Status (current period):

- Securing contractors for soil stabilization, silt fencing, site signage.
- Finalizing environmental training material.
- Finalizing arrangements for Trailer/Construction office delivery.
- Limited Notice to Proceed issued June 12, 2012.

Construction Planning (following period):

- Issue contracts for soil stabilization, silt fencing, and site signage.
- Conduct environmental training for supervisors (TBD).

Scheduled Changes for stream crossings or work in Environmentally Sensitive Areas:

- None.

Non-Compliance and Corrective Actions:

- No non-compliance issues were observed this reporting period.
August 13, 2012

Ms. Kimberly D. Bose, Secretary  
Federal Energy Regulatory Commission  
888 First Street, N.E.  
Washington, D.C. 20426

Re: Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC  
Monthly Construction Progress Report for Sabine Pass Liquefaction Project  
Docket No. CP11-72-000

Dear Ms. Bose:


Should you have any questions about this filing, please feel free to contact the undersigned at (713) 375-5000.

Thank you,

/s/ Karri Mahmoud

Karri Mahmoud  
Sabine Pass LNG, L.P.  
Sabine Pass Liquefaction, LLC

cc: Chris Zerby, Federal Energy Regulatory Commission  
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Pursuant to Condition 7 of the Order, Sabine Pass is herein submitting its monthly construction progress report.

Federal Authorization Status:

- All federal permits have been received for the Project.
- Construction Dock Ro-Ro permit approvals
  - USACE pending.
  - CZM issued July 23, 2012

Construction Status (current period):

- None this period.

Construction Planning (following period):

- Issue contracts for pipeline bridges, soil stabilization, silt fencing, and site signage.
- Conduct environmental training for supervisors (TBD).

Scheduled Changes for stream crossings or work in Environmentally Sensitive Areas:

- None.

Non-Compliance and Corrective Actions:

- No non-compliance issues were observed this reporting period.
September 20, 2012

Ms. Kimberly D. Bose, Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

Re: Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC
Monthly Construction Progress Report for Sabine Pass Liquefaction Project
Docket No. CP11-72-000

Dear Ms. Bose:


Pursuant to Condition 7 of the Order, Sabine Pass is herein submitting its monthly construction progress report for August 1, 2012 thru August 31, 2012.

Should you have any questions about this filing, please feel free to contact the undersigned at (713) 375-5000.

Thank you,

/s/ Karri Mahmoud

Karri Mahmoud
Sabine Pass LNG, L.P.
Sabine Pass Liquefaction, LLC

cc: Chris Zerby, Federal Energy Regulatory Commission
    Ms. Sentho White, Federal Energy Regulatory Commission
    Ms. Karla Bell, Federal Energy Regulatory Commission
    Ms. Magdalene Suter, Federal Energy Regulatory Commission
Sabine Pass Liquefaction Project
Cameron Parish, Louisiana

Progress Report for August 2012
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1.0 Executive Summary

This report covers activities occurring during the month of August, 2012.

The Federal Energy Regulatory Commission issued its Approval for Commencement of Initial Site Preparation on May 10, 2012. Sabine Pass Liquefaction, LLC (“Sabine Pass”) issued the Project Notice to Proceed (“NTP”) on August 9, 2012. The project team worked from January 1, 2012, through August 9, 2012, advancing engineering from the FEED and progressing major equipment purchase orders. Upon Notice to Proceed, 27 key major equipment packages were released, followed by 23 additional purchase orders through the month. Subcontractors were mobilized to the jobsite with soil stabilization and pile driving equipment to commence the civil program. The project maintains a positive safety record with no reportable incidents.

Engineering is now 21.1% complete. Additionally, Procurement is now 18.7% complete. The overall project completion is 10.5%.

The overall project schedule is progressing ahead of the contractual schedule basis; an updated schedule reflects significant acceleration of the Train 1 and Train 2 substantial completion dates from the contractual basis. While schedule development continues, early targets for Train 1 substantial completion and Train 2 substantial completion are 43 and 47 months, respectively. Contrast this against the contractual basis of 49 and 58 months for Train 1 and Train 2.

2.0 Project Highlights

This month engineering completed all of the ISBL 30% client model reviews for Train 1, issued Train 1 propane condenser piles IFC, issued grounding drawings for propane condensers area IFC and started the issue of IFD P&ID’s.

Following NTP, Procurement issued the full release for the 27 Purchase Orders progressed in the Early EPC phase. Additional awards of mechanical equipment, control systems, piping valves, and civil materials have been completed, bringing the award total to 50, with approximately 25 more awards projected in September. Procurement continues to receive vendor data and is currently working on a total of 112 material requisitions. During the month of August, Subcontracts facilitated the jobsite mobilization of the piling, soil improvement and security services subcontractors. The pest control services RFP package was issued. The following bids were received and/or are being evaluated: field radio systems, waste management, construction general services, temporary offices & buildings, concrete pump trucks, ready mix concrete (Batch Plant), temporary telecoms, field erected tanks, concrete & soil testing, and sanitary systems.

A. Engineering Progress
   • Key Activities Completed in August
     o All Hands meeting held 24 Aug
     o Issued P&ID’s for Units 14, 15, 18, 31, 33 and 47 IFD
     o Issued Piping Material Classes IFC
Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC
August 2012 Monthly Progress Report

- Completed 30% Model client model reviews for areas: Acid Gas Removal (131C), Amine Storage (131B), Cryo Pipe Rack (131D), AGRU Piperack and Air Coolers (131E), Inlet Fuel Gas Area (131F), Hot Oil Drum (131L), Condensate Stabilization (131P), H2S removal (131Q), Utility Pipe Rack (131 R01), LNG Impoundment Basin (135G)
- Issued Area 131N01 Equipment Location Plan Propane Condensers IFC (piling only)
- Issued Site Plan, Train 1 & 2 ISBL & WBS Key Plan, OSBL, and UG WBS key Plan IFC
- Issued Train 1 propane condenser piles IFC
- Issued complex loop description IFR
- Issued instrument vessel sketches IFC
- Issued Grounding Drawings for Propane Condensers Area IFC
- Issued Area Classification key plan and detail drawings IFC

**Key Activities Planned for September**
- Issue all relief datasheets IFC
- Issue Flare UFDs IFC
- Issue IFC P&ID’s for Units 11, 12, 13,16, 17 and 24
- Complete 30% Client Model reviews for OSBL areas: Air & Nitrogen (135C), Propane Refrigeration (135J), Remote Operator Shelter (135K), Flare drum and stack (135L/M), and LNG Impoundment Basin (135G)
- 50% Client Model reviews will start
- Complete 50% model review for: Propane Condensers (131N)
- Issue Plot Plans for Train 1 & 2 ISBL and OSBL IFC
- Complete the issue of instrument installation details IFC
- Start MOC HAZOPS and vendor equipment packages
- Issue Grounding Plans IFC for Cryo Rack Area

**B. Procurement Progress**

**Key Activities Completed in August**
- Converted all Engineering Awards to Full Release Awards - 27
- 15 New POs including:
  - Structural Steel
  - Rebar
  - RO Water System
  - Electric Heaters
  - Heavy Wall Vessels
- Total POs Issued Through August - 50
- MRs Initiated – 3
- RFQs Issued – 8
- Bids Received – 10
- Total Active MRs – 110

**Key Activities Planned for September**
- 36 New Awards Including:
  - DCS / SIS
  - Dry, Wet, & Marine Flares
Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC
August 2012 Monthly Progress Report

- Thermal Oxidizers
- BOG Compressor
- Ethylene Storage Drums
- CS / SS Pipe & Fittings
  - Issue RFQs – 8
  - Receive Bids – 10
  - Total Active MRs - 114

C. Environmental, Safety & Health Progress

The project completed the current reporting period with zero (0) first aid cases, zero (0) recordable injuries, zero (0) reports of property damage, zero (0) environmental incidents, zero (0) near misses and zero (0) Lost Time Injuries.

<table>
<thead>
<tr>
<th>Near Miss Cases</th>
<th>First Aid</th>
<th>OSHA Cases</th>
<th>LWDC Cases</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Month</td>
<td>YTD</td>
<td>Month</td>
</tr>
<tr>
<td>Bechtel</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Subcontractors</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Total</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

D. Contracts Progress

- **Key Activities Completed in August**
  - Contract Closeout: Duck Blind Road Improvement
  - Site Mobilization: Soil Improvement, Piling and Site Security.
  - Issued RFP and Held Pre-Bid Meeting: Pest Control Services
  - Final Bid Clarification Meeting: Temporary Offices and Buildings.

- **Key Activities Planned for September**
  - Soil Improvement: Start production work for Priority 1 area.
  - Piling: Fabricate piles; continue work for the pipeline crossing bridges.
  - Complete Evaluation and Shortlist: Field Erected Tanks.

3.0 Schedule

The project continues to pursue a very aggressive target completion of Trains 1 and 2 and has completed an updated schedule detailing key activities to achieve first LNG cargo of Train 1 and Train 2 at 40 and 44 months, respectively. The project continues development of its level 3 EPC control schedule, due 120 days after NTP.
4.0 Construction

Construction mobilized the soil stabilization subcontractor (RECON) to the jobsite. Mobilization of the subcontractor’s offices, clearing/grubbing in Tank 6 and Train 1, and heavy haul road activities commenced.

Construction also mobilized the pile driving subcontractor (Bo-Mac) to install the pipeline bridge crossings. The existing underground pipelines were pot-holed by hydro-vac on each side of the bridge crossings.

**Construction Summary by Area:**

<table>
<thead>
<tr>
<th>Area</th>
<th>Comments</th>
<th>Planned Work for Next Reporting Period</th>
</tr>
</thead>
<tbody>
<tr>
<td>Liquefaction Trains Area</td>
<td>• Began clearing, leveling, and grading in preparation of soil stabilization in the Train 1 area.</td>
<td>• Continue clearing and grading in preparation for soil stabilization.</td>
</tr>
<tr>
<td>Support Buildings Area</td>
<td>• No activities this period.</td>
<td></td>
</tr>
<tr>
<td>Access Roads, Waterline</td>
<td>• Began potholing and probing in preparation of pipeline bridge installation.</td>
<td>• Begin pipeline bridge construction. • Continue road improvements on Duck Blind and Heavy Haul Roads.</td>
</tr>
<tr>
<td></td>
<td>• Began improvements to Heavy Haul Road (HHR).</td>
<td></td>
</tr>
<tr>
<td>Laydown, Staging Areas</td>
<td>• Contractors mobilized personnel and equipment to the site.</td>
<td>• Contractors will continue to mobilize personnel, equipment, and trailers.</td>
</tr>
<tr>
<td></td>
<td>• Mobilized two small fuel tanks with secondary containment; and two large fuel tanks within a secondary containment berm.</td>
<td></td>
</tr>
<tr>
<td>Construction Dock (Ro-Ro)</td>
<td>• No Activities this period.</td>
<td>• Begin construction of Ro-Ro.</td>
</tr>
<tr>
<td>Other</td>
<td>• Turbidity curtain near western outfall functioning properly.</td>
<td>• Continue to install silt fence and site signage.</td>
</tr>
</tbody>
</table>

5.0 Permitting and Environmental

The construction dock Ro-Ro permit approvals have been received. The Louisiana Department of Natural Resources issued its Coastal Use Permit on July 23, 2012. The U.S. Army Corps of Engineers permit was issued August 21, 2012.

All federal permits have been received for the Project. See attached updated permits table.

**Summary of Problems, Compliance Issues and Resolutions:**

<table>
<thead>
<tr>
<th>Date</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>None</td>
<td></td>
</tr>
</tbody>
</table>
Landowner/Resident Complaints:

<table>
<thead>
<tr>
<th>Name</th>
<th>Date</th>
<th>Tract ID #</th>
<th>Problem</th>
<th>Resolution</th>
</tr>
</thead>
<tbody>
<tr>
<td>None.</td>
<td></td>
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</tbody>
</table>

Agency Contacts/Inspections:

<table>
<thead>
<tr>
<th>Agency</th>
<th>Name</th>
<th>Date</th>
<th>Location/Activity</th>
</tr>
</thead>
<tbody>
<tr>
<td>None.</td>
<td></td>
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</tbody>
</table>

Scheduled Changes for stream crossings or work in Environmentally Sensitive Areas:
- None.

Non-Compliance and Corrective Actions:
- No non-compliance issues were observed this reporting period.
6.0 Progress Pictures

Stripping and grubbing in Train 1 ISBL Area. 29-Aug-2012

27-Aug-2012
Office trailer area 30-Aug-2012

25-Aug-2012
Started batch plant footing/foundation 30-Aug-2012

31-Aug-2012
Pile driver setup 22-Aug-2012

Concrete pile unloading to lay down 21-Aug-2012
### SABINE PASS LIQUEFACTION PROJECT - ENVIRONMENTAL & CONSTRUCTION STAGING SCHEDULE

<table>
<thead>
<tr>
<th>Activity Description</th>
<th>2012</th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>ENVIRONMENTAL</strong></td>
<td></td>
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<tr>
<td>1. HIRE ENVIRONMENTAL INSPECTOR (EI)</td>
<td>Apr 2 '12</td>
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<tr>
<td>2. ENVIRONMENTAL TRAINING PROGRAM DEVELOPMENT</td>
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<tr>
<td>3. EI MOBILIZATION TO SITE</td>
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<tr>
<td><strong>SITE PREPARATION</strong></td>
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<tr>
<td>4. BEGIN ENVIRONMENTAL TRAINING FOR CONSTRUCTION STAFF</td>
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<tr>
<td>5. BECHTEL FULL NOTICE TO PROCEED (NTP)</td>
<td>Aug 20 '12</td>
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<tr>
<td>6. MOBILIZE SITE SECURITY</td>
<td>Aug 26 '12</td>
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<tr>
<td>7. EXISTING CONSTRUCTION DOCK IMPROVEMENTS</td>
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<tr>
<td>8. BRIDGING OVER EXISTING PIPELINES</td>
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<tr>
<td>9. TEMPORARY FACILITIES PREPARATION</td>
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<tr>
<td>10. MOBILIZATION OF EARLY CONSTRUCTION TRAILERS (Contractor and Subcontractors)</td>
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<tr>
<td>11. CONSTRUCTION MODULAR OFFICES AND UTILITIES</td>
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<tr>
<td>12. LAYDOWN AREAS PREPARATION</td>
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<tr>
<td>13. FENCING &amp; SIGNAGE</td>
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<tr>
<td>14. INSTALL SIT FENCING</td>
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<tr>
<td>15. INSTALL SIGNAGE FOR SENSITIVE AREAS, WETLANDS, ETC.</td>
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<td>16. INSTALL SIGNAGE FOR APPROVED ACCESS ROADS</td>
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<tr>
<td><strong>SOILS IMPROVEMENT SUBCONTRACTOR</strong></td>
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<td>17. SUBCONTRACTOR MOBILIZATION</td>
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<tr>
<td>18. CONSTRUCTION DOCK &amp; HEAVY HAUL ROAD</td>
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<tr>
<td>19. TANK 6 AREA</td>
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<tr>
<td>20. LNG TRAIN 1</td>
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<tr>
<td>21. LNG TRAIN 2</td>
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<tr>
<td>22. LNG TRAIN 3</td>
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<tr>
<td>23. LNG TRAIN 4</td>
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<tr>
<td>24. TEMPORARY FACILITIES AREAS</td>
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<tr>
<td>25. LAYDOWN AREAS</td>
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<td><strong>PILING</strong></td>
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<tr>
<td>26. LNG TRAIN 1</td>
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<tr>
<td>27. LNG TRAIN 2</td>
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<tr>
<td><strong>CONSTRUCTION</strong></td>
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<tr>
<td>28. TR. 1 CONSTRUCTION &amp; READY FOR START-UP (RFSU)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>29. FERC WALKDOWN &amp; START-UP AUTHORIZATION</td>
<td></td>
<td></td>
<td>Oct 30 '15</td>
<td></td>
<td></td>
</tr>
<tr>
<td>30. TR. 1 COMMISSION ACID GAS REMOVAL UNIT 13</td>
<td></td>
<td></td>
<td></td>
<td>Nov 15 '15</td>
<td></td>
</tr>
<tr>
<td>31. TR. 1 COMMISSION DEHYDRATION &amp; MERCURY REMOVAL UNIT 13</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>32. TR. 1 DEFROST GAS PLANT</td>
<td></td>
<td></td>
<td>May 20 '15</td>
<td></td>
<td></td>
</tr>
<tr>
<td>33. TR. 1 PURGE FEED GAS RECEIVING UNIT 12 AND UNIT13</td>
<td></td>
<td></td>
<td>May 24 '15</td>
<td></td>
<td></td>
</tr>
<tr>
<td>34. TR. 1 START PLANT COOLDOWN UNITS 14, 15, 16</td>
<td></td>
<td></td>
<td>Dec 3 '15</td>
<td></td>
<td></td>
</tr>
<tr>
<td>35. TR. 1 FIRST LNG CARGO</td>
<td></td>
<td></td>
<td>Dec 10 '15</td>
<td></td>
<td></td>
</tr>
<tr>
<td>36. LNG TRAIN 2 CONSTRUCTION &amp; RFSU</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>37. TRAIN 2 STARTUP (similar timing &amp; sequence as Train 1)</td>
<td></td>
<td></td>
<td>Apr 7 '16</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>RESTORATION</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>38. WETLANDS MITIGATION (one-time payment to a Mitigation Bank as per the USACE Permit)</td>
<td>May 28 '12</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>39. FINAL SITE GRADING &amp; CLEANUP (as project facilities are completed, construction areas will be restored)</td>
<td></td>
<td></td>
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<td></td>
</tr>
</tbody>
</table>

**Note:**
- **HIRE ENVIRONMENTAL INSPECTOR (EI):** Apr 2 '12
- **EI MOBILIZATION TO SITE:** Jun 4 '12
- **BECHTEL FULL NOTICE TO PROCEED (NTP):** Aug 20 '12
- **MOBILIZE SITE SECURITY:** Aug 26 '12
- **EXISTING CONSTRUCTION DOCK IMPROVEMENTS:**
- **BRIDGING OVER EXISTING PIPELINES:**
- **TEMPORARY FACILITIES PREPARATION:**
- **MOBILIZATION OF EARLY CONSTRUCTION TRAILERS (Contractor and Subcontractors):**
- **CONSTRUCTION MODULAR OFFICES AND UTILITIES:**
- **LAYDOWN AREAS PREPARATION:**
- **FENCING & SIGNAGE:**
- **INSTALL SIT FENCING:**
- **INSTALL SIGNAGE FOR SENSITIVE AREAS, WETLANDS, ETC.:**
- **INSTALL SIGNAGE FOR APPROVED ACCESS ROADS:**
- **SUBCONTRACTOR MOBILIZATION:**
- **CONSTRUCTION DOCK & HEAVY HAUL ROAD:**
- **TANK 6 AREA:**
- **LNG TRAIN 1:**
- **LNG TRAIN 2:**
- **LNG TRAIN 3:**
- **LNG TRAIN 4:**
- **TEMPORARY FACILITIES AREAS:**
- **LAYDOWN AREAS:**
- **TR. 1 CONSTRUCTION & READY FOR START-UP (RFSU):**
- **FERC WALKDOWN & START-UP AUTHORIZATION:** Oct 30 '15
- **TR. 1 COMMISSION ACID GAS REMOVAL UNIT 13:** Nov 15 '15
- **TR. 1 COMMISSION DEHYDRATION & MERCURY REMOVAL UNIT 13:**
- **TR. 1 DEFROST GAS PLANT:** May 20 '15
- **TR. 1 PURGE FEED GAS RECEIVING UNIT 12 AND UNIT13:** May 24 '15
- **TR. 1 START PLANT COOLDOWN UNITS 14, 15, 16:** Dec 3 '15
- **TR. 1 FIRST LNG CARGO:** Dec 10 '15
- **LNG TRAIN 2 CONSTRUCTION & RFSU:**
- **TRAIN 2 STARTUP (similar timing & sequence as Train 1):** Apr 7 '16
- **WETLANDS MITIGATION (one-time payment to a Mitigation Bank as per the USACE Permit):** May 28 '12
- **FINAL SITE GRADING & CLEANUP (as project facilities are completed, construction areas will be restored):**

**Project:** SPLNG LNG Environmental Schedule 9-18-12.rpp
**Date:** 9/18/12

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<table>
<thead>
<tr>
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<th>Permit/Consultation</th>
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<th>Date Submitted/Anticipated Submittal</th>
<th>Date Received/Anticipated Receipt</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>FEDERAL</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Section 3 Application for Amendment</td>
<td>Sabine Pass LNG, L.P.</td>
<td>September 28, 2012</td>
<td>March 31, 2013</td>
</tr>
<tr>
<td></td>
<td>Section 7 Consultation - Endangered Species Act/Migratory Bird Treaty Act</td>
<td>Sabine Pass Liquefaction, LLC</td>
<td>September 28, 2010</td>
<td>October 5, 2010</td>
</tr>
<tr>
<td></td>
<td>Clean Air Act Consultation</td>
<td>Cheniere Energy, Inc. under its subsidiaries Sabine Pass LNG, L.P.</td>
<td>December 17, 2010</td>
<td>December 6, 2011</td>
</tr>
<tr>
<td></td>
<td>Air Permit Modification</td>
<td>Sabine Pass Liquefaction, LLC</td>
<td>December 9, 2012</td>
<td>December 31, 2012</td>
</tr>
<tr>
<td>NOAA Fisheries</td>
<td>Section 7 Consultation - Endangered Species Act</td>
<td>Sabine Pass Liquefaction, LLC</td>
<td>September 28, 2010</td>
<td>November 3, 2010</td>
</tr>
</tbody>
</table>

_Last Updated: 9/19/2012_
## Permits and Consultations for the Liquefaction Project

<table>
<thead>
<tr>
<th>Agency</th>
<th>Permit/Consultation</th>
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<th>Date Submitted/Anticipated Submittal</th>
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</tr>
</thead>
<tbody>
<tr>
<td><strong>STATE</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Louisiana Department of Environmental Quality (LDEQ)</td>
<td>Section 401 - Clean Water Act, Water Quality Certification (Revision)</td>
<td>Sabine Pass LNG, L.P.²</td>
<td>November 22, 2010</td>
<td>June 22, 2011</td>
</tr>
<tr>
<td></td>
<td>Louisiana Pollutant Discharge Elimination System (LPDES) Construction Stormwater Permit (Revision)</td>
<td>Sabine Pass Liquefaction, LLC Sabine Pass LNG, L.P.</td>
<td>April 24, 2012</td>
<td>May 1, 2012³</td>
</tr>
<tr>
<td></td>
<td>Air Permit (Revision)</td>
<td>Cheniere Energy, Inc. under its subsidiaries Sabine Pass LNG, Inc. and Sabine Pass Liquefaction, LLC</td>
<td>December 17, 2010</td>
<td>December 6, 2011</td>
</tr>
<tr>
<td></td>
<td>Air Permit (Revision 4)</td>
<td></td>
<td>June 29, 2012</td>
<td>December 31, 2012</td>
</tr>
<tr>
<td></td>
<td>Louisiana Pollutant Discharge Elimination System (LPDES) Water Discharge Permit</td>
<td>Sabine Pass Liquefaction, LLC Sabine Pass LNG, L.P.</td>
<td>August 2014</td>
<td>March 2015</td>
</tr>
<tr>
<td>Louisiana Department of Natural Resources, Coastal Management Division (LDNR)</td>
<td>Coastal Management Plan Consistency Determination</td>
<td>Sabine Pass LNG, L.P.³</td>
<td>November 22, 2010</td>
<td>March 28, 2011</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Sabine Pass Liquefaction, LLC Sabine Pass LNG, L.P.</td>
<td>September 6, 2012</td>
<td>March 31, 2013</td>
</tr>
</tbody>
</table>

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## Permits and Consultations for the Liquefaction Project

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</thead>
<tbody>
<tr>
<td>Louisiana Department of Wildlife and Fisheries (LDWF)</td>
<td>Sensitive Species/Habitats Consultation</td>
<td>Sabine Pass Liquefaction, LLC Sabine Pass LNG, L.P.</td>
<td>June 17, 2010</td>
<td>July 15, 2010</td>
</tr>
</tbody>
</table>

**LOCAL**

<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td><strong>October 2012</strong></td>
<td><strong>November 2012</strong></td>
</tr>
</tbody>
</table>

1. Administrative amendment – USACE permit will be issued with both names.
2. Consultation as part of USACE Permit.
3. Liquefaction Project determined to be exempt from permitting.
4. Construction within a floodplain also coordinated with Cameron Parish Floodplain Administrator.
October 19, 2012

Ms. Kimberly D. Bose, Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

Re: Sabine Pass LNG, L.P. and Sabine Pass Liquefaction, LLC
Monthly Construction Progress Report for Sabine Pass Liquefaction Project
Docket No. CP11-72-000

Dear Ms. Bose:


Should you have any questions about this filing, please feel free to contact the undersigned at (713) 375-5000.

Thank you,

/s/ Karri Mahmoud

Karri Mahmoud
Sabine Pass LNG, L.P.
Sabine Pass Liquefaction, LLC

cc: Chris Zerby, Federal Energy Regulatory Commission
    Ms. Sentho White, Federal Energy Regulatory Commission
    Ms. Karla Bell, Federal Energy Regulatory Commission
    Ms. Magdalene Suter, Federal Energy Regulatory Commission
Sabine Pass Liquefaction Project
Cameron Parish, Louisiana

Progress Report for September 2012
## Table of Contents

1.0 Executive Summary ........................................................................................................................... 2
2.0 Project Highlights .............................................................................................................................. 2
3.0 Environmental, Safety & Health Progress ......................................................................................... 2
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5.0 Construction ...................................................................................................................................... 3
6.0 Permitting and Environmental .......................................................................................................... 3
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1.0 Executive Summary

This report covers activities occurring during the month of September, 2012.

Engineering is 24.2% complete and Procurement is 20.6% complete at the close of September. The overall project completion is 11.8%.

The overall project schedule is progressing ahead of the contractual schedule basis. The enclosed level 2 schedule reflects significant acceleration of the Train 1 and Train 2 substantial completion dates from the contractual basis. Early targets for Train 1 substantial completion and Train 2 substantial completion are 43 and 47 months, respectively, against the contractual basis of 49 and 58 months for Train 1 and Train 2.

2.0 Project Highlights

This month Engineering started OSBL 30% model reviews, issued IFC foundation pile location plans and equipment location plans for the propane condenser area, and issued train 1 ISBL grounding IFC.

Procurement issued 14 Purchase Orders for mechanical equipment, control systems, piping and valves. Subcontracts facilitated the production work of the Piling, Soil Improvement and Security Services Subcontractors. The Temporary Offices and Buildings subcontract was awarded. Construction continues to support and oversee soils and piling subcontractors.

3.0 Environmental, Safety & Health Progress

The Site Security Plan, Emergency Medical Plan, and the Spill Prevention, Control and Countermeasures plan were issued. Development of the HSSE Execution Plan is ongoing. FERC performed an audit of the site with no notable discrepancies observed by the FERC team.

<table>
<thead>
<tr>
<th></th>
<th>Near Miss Cases</th>
<th>First Aid</th>
<th>OSHA Cases</th>
<th>LWDC Cases</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Month</td>
<td>YTD</td>
<td>Month</td>
<td>YTD</td>
</tr>
<tr>
<td>Bechtel</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Subcontractors</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Total</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

4.0 Schedule

Overall project progress is 11.8% complete. The project continues to pursue the target Engineering, Procurement, and Construction schedule and continues development of its Level 3 EPC control schedule.
5.0 Construction

Soil stabilization subcontractor (RECON) continued clearing/grubbing in Tank 6, Train 1 and the Heavy Haul Road. RECON also commenced soil stabilization activities in Train 1, Heavy Haul Road and Tank 6.

BoMac executed pile driving start and completion for the pipeline bridges on the Heavy Haul Road.

**Construction Summary by Area:**

<table>
<thead>
<tr>
<th>Area</th>
<th>Comments</th>
<th>Planned Work for Next Reporting Period</th>
</tr>
</thead>
<tbody>
<tr>
<td>Liquefaction Trains Area</td>
<td>• Recon began mixing for soil stabilization in the Train 1, Train 2, Tank 6, Laydown 7, Center Levee Road and Heavy Haul Road reroute areas</td>
<td>• Recon should continue soil stabilization work.</td>
</tr>
<tr>
<td>Support Buildings Area</td>
<td>• No activities this period.</td>
<td></td>
</tr>
<tr>
<td>Access Roads, Waterline</td>
<td>• Bomac completed pile driving for pipeline bridges on Heavy Haul Rd.</td>
<td>• Bomac should continue pipeline bridge construction</td>
</tr>
<tr>
<td></td>
<td>• Recon continued improvements on Heavy Haul Road</td>
<td>• Recon should continue road improvements on Heavy Haul Road</td>
</tr>
<tr>
<td></td>
<td>• Recon installed silt fence along the western workspace boundary on Heavy Haul Road.</td>
<td>• Planning beginning for 12-inch waterline installation.</td>
</tr>
<tr>
<td>Laydown, Staging Areas</td>
<td>• Recon and Bomac mobilized personnel and equipment to the site</td>
<td>• Contractors will continue to mobilize personnel and equipment.</td>
</tr>
<tr>
<td></td>
<td>• Recon completed mobilizing and setting up temporary office trailers in the Laydown 8 and 12 areas.</td>
<td></td>
</tr>
<tr>
<td>Construction Dock (Row-Row)</td>
<td>• Recon cleared and installed silt fence in the Ro-Ro area adjacent to the construction dock.</td>
<td>• Ro-Ro construction may begin this period.</td>
</tr>
<tr>
<td>Other</td>
<td>• Turbidity curtain near western outfall functioning properly</td>
<td>• Sabine Pass, upon completion of coastal zone and USACE permitting, anticipates initiating the construction of the Highway 82, Deceleration lanes</td>
</tr>
</tbody>
</table>

6.0 Permitting and Environmental

The Project prepared for a Federal Energy Commission (FERC) environmental inspection in late September. The preparations for the inspection included evaluating the installed erosion and sediment controls and snow fence and silt fence demarcating wetland areas and approved Project boundaries. In addition, signage, hazardous material storage, and waste storage were evaluated. The FERC inspection occurred on Tuesday, September 25th. There were no findings against the Project or Sabine Pass Liquefaction, LLC. The FERC inspectors were complimentary of the soil stabilization activities and the lack of
dust being generated. The reduction of dust emissions is due to the improved methodology for soil improvement. This is involves mechanically mixing a concrete slurry with the soil in-situ until the desired strength is achieved.

There are no permit-related hindrances to construction progress. All permits have been received.

Summary of Problem Areas and Resolutions:

<table>
<thead>
<tr>
<th>Date</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>9/18/2012</td>
<td>A Recon dozer operator drove south off Heavy Haul Road, just east of the construction dock entrance, and outside of approved workspace. He continued south for approximately 500 feet, then turned to the west and drove about 1,000 feet, to the channel coast before turning around and coming back through the same tracks. The operator stated to Recon’s Superintendent, that he had misunderstood his instructions to work in the adjacent gravel area (Laydown area #4). Bechtel HSSE personnel requested the operator be drug-tested and the area was clearly signed to prevent additional incursions. Recon stated that they would have a third-party flag the project boundaries, then install orange safety fence to prevent any further incursions. Bechtel and Recon also held additional environmental awareness training with contractor personnel during the morning safety meeting. During Recon’s meeting, the superintendent reminded employees to remain within the permitted workspace and out of wetlands, and to ask if they had any questions before entering an unknown area. There was no mechanized clearing of areas outside of the approved Project boundary. There was no fill or dredge of wetland or waterbodies. The existing vegetation was pushed down from the equipment traversing the area, but is actively recovering.</td>
</tr>
</tbody>
</table>

Summary of Non-Compliances

- None.

Landowner/Resident Complaints:

<table>
<thead>
<tr>
<th>Name</th>
<th>Date</th>
<th>Tract ID #</th>
<th>Problem</th>
<th>Resolution</th>
</tr>
</thead>
<tbody>
<tr>
<td>None</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Agency Contacts/Inspections:

<table>
<thead>
<tr>
<th>Agency</th>
<th>Name</th>
<th>Date</th>
<th>Location/Activity</th>
</tr>
</thead>
<tbody>
<tr>
<td>FERC</td>
<td>Sentho White</td>
<td>9/25/2012</td>
<td>Liquefaction/All</td>
</tr>
<tr>
<td>FERC</td>
<td>Maggie Suter</td>
<td>9/25/2012</td>
<td>Liquefaction/All</td>
</tr>
</tbody>
</table>

Scheduled Changes for stream crossings or work in Environmentally Sensitive Areas:

- None.
7.0 Progress Pictures

Soil Mixing (11-Sep-2012)

Soil Mixing (11-Sep-2012)
Heavy Haul Road Bridge Piling (24-Sep-2012)

Area on Heavy Haul Rd where dozer went out of the workspace, facing south (18-Sep-2012)