



ASX/MEDIA RELEASE

6 AUGUST 2013

MAGNOLIA LNG PROJECT APPROVAL PROCESS

The Directors of Liquefied Natural Gas Limited (**Company**) wish to advise that its wholly owned Magnolia LNG Project continues to maintain its permit and approvals Schedule through the Pre Filing process with the Federal Energy Regulatory Commission (**FERC**) with a target date to submit all 13 draft Resource Reports by November 2013.

Company Managing Director and Joint Chief Executive Officer, Mr Maurice Brand said that in accordance with FERC regulations, Magnolia LNG is required to submit a monthly report which is publicly released through the FERC web site.

“In addition, the Company will provide a general monthly update on the status of other relevant aspects of the Magnolia LNG Project as the Company drives towards a Final Investment Decision in early 2015”, said Mr Brand.

A copy of the FERC monthly status report for the period 1 July to 31 July 2013 is attached.

For further information contact:

Mr Maurice Brand
Managing Director & Joint Chief Executive Officer

Mr David Gardner
Company Secretary

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August 5, 2013

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

**Re: Magnolia LNG, LLC
PF13-9-000
Monthly Status Report, July 1 – July 31, 2013**

Dear Secretary Bose:

On March 20, 2013, the Commission issued an Approval of the Pre-Filing Process Request for Magnolia LNG, LLC's ("Magnolia") proposed Magnolia LNG Project ("Project") and the associated National Environmental Policy Act ("NEPA") review process, as filed under the above-referenced docket.

Pursuant to Section 157.21(f)(6) of the Commission's regulations, Magnolia hereby submits the monthly status report for the period of **July 1 through July 31, 2013.**

If you have any questions regarding this filing, please contact me at (202) 778-9014 or david.wochner@klgates.com.

Best regards,

/s/ David L. Wochner

David L. Wochner
Counsel for Magnolia LNG, LLC



Monthly Progress Report: No. 4

Period Ending: July 31, 2013

Introduction

By letter order dated March 20, 2013, Magnolia LNG, LLC ("Magnolia LNG") was granted approval by the Director of the Office of Energy Projects of the Federal Energy Regulatory Commission ("FERC" or "Commission") to utilize the Commission's Pre-Filing review process for the proposed Magnolia LNG Project ("Project"). The Commission's Pre-Filing review of the Project has been assigned Docket No. PF 13-09-000.

The proposed Magnolia LNG Project includes an 8 million tonne per annum ("mtpa") liquefied natural gas ("LNG") facility in the Port of Lake Charles, Louisiana, that will receive natural gas sourced from North America via an existing pipeline and liquefy, store, and deliver it as needed to LNG carriers for export overseas; LNG carriers and barges for domestic marine distribution and the possibility of LNG bunkering; and LNG trucks for road distribution to LNG refueling stations in Louisiana and the surrounding states. The Project will include four 2-mtpa LNG trains.

This Monthly Progress Report, which covers the period from July 1, 2013 through July 31, 2013, provides a brief summary of significant Project activities or changes in Project information that have occurred during the reporting period.

Filings with the Commission

No filings were made with the Commission during this period.

Agency Contacts

A Waterway Suitability Assessment ("WSA") workshop was held on July 8-10, 2013, in Lake Charles, LA, with the participation of the U.S. Coast Guard ("USCG"), the Port of Lake Charles, Calcasieu Parish Sheriff's office, Lake Charles Police, Lake Charles Pilots Association and various major users of the Calcasieu Channel (e.g. Trunkline LNG, BG, Citgo, etc.).

The FERC Scoping Meeting was held at 6:00 PM on July 11, 2013, at the Historic Cash & Carry building in Lake Charles, LA.

A conference call was held with the FERC on July 15, 2013, to discuss the scope of work proposed for the site specific seismic hazard evaluation and geotechnical investigations, which are scheduled to occur in August 2013.



A conference call was held on July 17, 2013, with the Environmental Resource Specialists of the U.S. Army Corps of Engineers, Mississippi Valley Division, New Orleans District ("CEMVN") to discuss the sampling and analytical requirements of future dredge spoil deposition in a Confined Disposal Facility ("CDF") managed by CEMVN and that may originate from the proposed Magnolia LNG Project.

Engineering

The following work was performed by CH-IV International (Technical Consultant) during the month of July 2013:

- Reviewed and provided comments on Process Flow Diagrams and Process Heat & Material Balances.
- Developed geotechnical field investigation program with Fugro, the Geotechnical Consultant.
- Commenced preparation of draft LNG storage tank specification and data sheet with Matrix PDM, the LNG tank contractor.

Environmental

The following work was performed by Ecology & Environment (Environmental Consultant) during the month of July 2013:

- Commenced air emissions inventory, air modeling protocols and air permit project work.
- Commenced background research and preliminary Resource Report development for: (a) Water Use Quality (Resource Report #2), (b) Fish, Wildlife and Vegetation (Resource Report #3), (c) Geologic Resources (Resource Report #6), (d) Soils (Resource Report #7) and (e) Air Quality & Noise (Resource Report #9).
- Worked with U.S. Army Corps of Engineers to define sampling and analytical requirements of future dredge spoil deposition.

Scope Update

There are currently no changes to the Project scope.



Stakeholder Activities

The following Stakeholder meetings have been held during the month of July 2013:

- WSA Workshop (July 8-10, 2013)
- FERC Scoping Meeting (July 11, 2013)
- Calcasieu Parish Sheriff's Office (July 25, 2013)
- Calcasieu Parish Police Jury (July 25, 2013)
- SW Louisiana Safety Council (July 30, 2013)
- McNeese State University (July 30, 2013)
- Calcasieu Parish Office of Homeland Security and Emergency Preparedness (July 30, 2013)
- Lake Charles City Council (July 30, 2013)

Schedule Update

Based on a detailed review of project activities, the Magnolia LNG informed FERC staff that it expects to submit its draft Resource Reports during November 2013.

Document Content(s)

DC9721976 Magnolia LNG July FERC Filing Report.DOC.....1-1

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