



## LNG EXPORTS MOVE AHEAD

### Recent News

- On December 5th, the US Department of Energy (DOE) released a report that evaluated the macroeconomic impacts of LNG exports from the United States.
- Overall, positive report that exceeded expectations, highlighting multiple economic benefits with little downside.



### Background

- In the US, 6 LNG Import/Export terminals have been approved and await construction.
- Since the third quarter of 2011, the DOE effectively imposed a moratorium on approving LNG export licenses for non-free-trade-agreement (FTA) nations.
- Since the moratorium, there have been 19 LNG related project filings, with 15 projects seeking requests to export to non-FTA countries.
- Cheniere Energy owns the only terminal that is currently under construction, and has the conditional approval to export LNG.

### Report Highlights

- LNG exports will be positive for the US economy and energy security, and have a marginal impact on the price of natural gas.
- Across all scenarios, the US was projected to gain net economic benefits from allowing LNG exports.

### Impact for MLPs

- Regulatory changes would be positive for both Kinder Morgan Inc. (GP of KMP and EPB) and Energy Transfer (ETE/ETP).
- Both MLPs will benefit from potential large-scale LNG export projects should they receive approval.
- KMI has submitted an application for 1.5 Bcf/d of export capacity.
- ETE/ETP have application to build 2.0 Bcf/d of export capacity.
- Scale of these projects could lead to material incremental EBITDA contributions if/when completed.

North American LNG Import/Export Terminals  
Proposed/Potential

