



LICENCE GL-327

IN THE MATTER OF the *National Energy Board Act* (Act) and the regulations made thereunder;

AND IN THE MATTER OF an application dated 1 May 2015 (Application) by Cedar 1 LNG Export Ltd. (Cedar) under Part VI of the Act for a licence to export gas, in the form of liquefied natural gas, from a point at the outlet of the loading arm of the natural gas liquefaction terminals to be located in the Northern Douglas Channel in the vicinity of Kitimat, British Columbia, Canada filed with the National Energy Board (Board) under File OF-EI-Gas-GL-C967-2015-01 01.

WHEREAS the Board directed Cedar to publish a Notice of Application and Comment Period in English and French in *The Globe and Mail* and *La Presse*, and to serve the Notice of Application and Comment Period on persons and agencies identified by the Board;

AND WHEREAS the Board received one submission with regard to the application;

AND WHEREAS the Board has considered the application, and all the related submissions, and is satisfied that the quantity of natural gas to be exported does not exceed the surplus remaining after due allowance has been made for the reasonably foreseeable requirements for use in Canada, having regard to the trends in the discovery of gas in Canada;

AND WHEREAS the Governor in Council, by Order in Council No. P.C. 2016-402 dated the 20th day of May 2016, has approved the issuance of this Licence;

NOW THEREFORE the Board, under section 117 of the Act, hereby issues this Licence to Cedar for the exportation of natural gas subject to the following terms and conditions:

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General

1. Cedar shall comply with all of the terms and conditions contained in this licence unless the Board otherwise directs.

Licence Term, Conditions and Point of Export

2. Subject to Condition 3, the term of this licence shall commence on the date of first export and shall continue for a period of 25 years thereafter.
3. This Licence shall expire 10 years from the date of Governor in Council approval of its issuance, unless natural gas exports have commenced on or before that date, or the Board otherwise directs.
4. The quantity of natural gas that can be exported under the authority of this licence is:
 - a. Maximum annual quantity that may be exported in any 12-month period, including the 15 per cent tolerance, may not exceed $8.55 \times 10^9 \text{ m}^3$.
 - b. Maximum term quantity, including the 15 per cent tolerance, may not exceed $214.10 \times 10^9 \text{ m}^3$.
5. Natural gas will be exported at the outlet of the loading arm of the natural gas liquefaction terminals to be located in the Northern Douglas Channel in the vicinity of Kitimat, British Columbia, Canada.

Issued in Calgary, Alberta on the 27th day of May 2016.

NATIONAL ENERGY BOARD

Original signed by L. George for

Sheri Young
Secretary of the Board