LICENCE GL-337

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

AND IN THE MATTER OF an application dated 16 February 2016 (Application) by Pacific NorthWest LNG Ltd. as General Partner of the Pacific NorthWest LNG Limited Partnership (Pacific NorthWest) under Part VI of the Act for a licence to export natural gas in the form of liquefied natural gas (LNG) filed with the National Energy Board (the Board) under File OF-EI-Gas-GL-P757-2016-01 01.

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

AND WHEREAS the Board received two submissions in regard to the Application;

AND WHEREAS the Board has considered the Application, and all 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 (GIC) by Order in Council No. P.C. 2016-1164 dated 16 December 2016 has approved the issuance of this Licence;

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

.../2



General

1. Pacific NorthWest 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 40 years thereafter.
- 3. This Licence shall expire ten years from the date of GIC approval of the Licence unless exports of LNG have commenced on or before that date, or the Board otherwise directs.
- 4. The maximum quantity of natural gas, inclusive of tolerance, that can be exported by Pacific NorthWest under the authority of this Licence is:
 - a. 34.62 10⁹m³ annually, in any 12-month period; and
 - b. $1\,368.8\,10^9$ m³for the term.
- 5. The point of export of natural gas from Canada shall be at the outlet of the loading arm of the liquefaction terminal to be located on Lelu Island within the District of Port Edward, on Federal land administered by the Prince Rupert Port Authority, British Columbia.
- 6. The natural gas to be exported by Pacific NorthWest must meet the definition of natural gas set out in the *National Energy Board Act Part VI (Oil and Gas) Regulations*.

Issued in Calgary, Alberta on 21 December 2016.

NATIONAL ENERGY BOARD

Original signed by L. George for

Sheri Young Secretary of the Board