Monkey Island LNG Talking Points

1. Monkey Island LNG (MILNG) has the premiere project site in Southwest Louisiana.
   1. Louisiana is the Silicon Valley of the LNG world and fully supports LNG export projects.
   2. United States is the largest producer of natural gas in the world and has over 100 years of gas reserves.
2. MILNG’s project site is 246 acres and 2 miles from the Gulf of Mexico. The project site has strategic low cost fundamentals:
   1. The project site has a large amount of river frontage (1,200 meters) in a deep water port along the Calcasieu Ship Channel. No dredging required.
   2. The project site has a large amount of side river frontage as well (1,200 meters) on the side channel of the Cameron Loop.
   3. Having water on two sides of the project site gives MILNG many options to build its port and ship docks.
   4. The site has no known environmental issues and little to no wetlands. This speeds up the permitting process.
   5. There is strong community and government support for the project. The community has raised $10MM to build the bridge to the island.
   6. The site is situated on established LNG carrier routes.
   7. The site location lowers LNG shipping costs compared to projects like Magnolia LNG. MILNG shipping is over $250MM less expensive than Magnolia LNG over the life of a 20-year LNG sales contract.
   8. The project site is located 1,200 meters from existing natural gas pipelines with capacity to transport the natural gas required for the MILNG LNG project.
      1. As a comparison, several U.S. competing LNG projects require lengthy pipelines (up to 130 miles long) at a cost of billions of dollars in pipeline costs.
3. MILNG is the only LNG project that has secured a binding 20-year fixed price natural gas supply agreement with a U.S. gas supplier that it can offer its customers.
4. MILNG’s CEO, Greg Michaels, owns 95% of the company, giving total deal flexibility and control. As a business leader, his commercial results speak for themselves. For over 30 years, he has successfully developed and run businesses, and he is the owner of a U.S. utility that holds FERC authority. He has assembled a world class executive management team for MILNG with decades of experience in the LNG industry. 100% of the executive management team has personally invested capital in the project.
   1. The company is virtually debt free. As a comparison, most competing LNG projects at the same stage of development as MILNG have acquired millions of dollars of debt or have already diluted their interests.
5. TechnipFMC, the company’s engineering contractor, is the world’s oldest and arguably most experienced LNG contractor. TechnipFMC will leverage their 50+ years of LNG experience and their recent success on the Yamal LNG project for MILNG:
   1. Yamal LNG was the most difficult LNG project ever built. The Yamal LNG export terminal was fabricated/constructed in Chinese module yards, then shipped to an extremely difficult project site in Russia. Despite these obstacles, the project was built ahead of schedule and on budget:
      1. Modular construction is a process in which units are built away from the project site, under controlled plant conditions using the same standards, and then delivered to the project site to be assembled.
      2. For Yamal LNG, TechnipFMC engineered “mega modules” and had them constructed in Chinese module fabrication yards. The modules were then transported to the project site in Russia.
      3. This strategy saved billions of dollars in construction cost.
   2. The following Chinese module yards were involved in the Yamal LNG project:
      1. BOMESC Yard – Tianjin, China
      2. COOEC, CPOE, and McDermott module yards – Qingdao, China
      3. Sinopacific module yard – Qidong, China
      4. PJOE Module Yard – Pengai, China
      5. The above module yards will be given the opportunity to bid on the MILNG module fabrication scope of work.
6. MILNG’s module execution plan will put billions of dollars into the Chinese economy and support thousands of construction and procurement jobs for Chinese workers.
7. MILNG is the only U.S. LNG company using a Chinese-based mega module execution strategy, which provides the company a $1.5 billion savings compared to a traditional “on-site” construction strategy.
8. 100% of the technologies selected for the MILNG project are proven and financeable.
9. An investment today in MILNG will lower the effective price of LNG to the lowest LNG cost ever to come out of the United States and will bring lucrative financial returns for many years to come.
10. MILNG is considered one of the most credible LNG projects globally and has been featured on the cover of LNG industry twice in the last two years. The first cover labeled MILNG as the “Future of U.S. LNG.” MILNG was also nominated by its peers as Innovator of the year alongside companies like BP, Shell, and Petronas. MILNG was then shortlisted as the finalist behind BP.
11. MILNG’s proven execution strategy and premier project site have been well received by buyers, and the company has MOU’s for over 1/3rd of the facility’s total capacity.
    1. The company can reach FID by contracting just one LNG train
12. MILNG is in an excellent position to do an IPO.
13. Because MILNG is considered so credible, MILNG has access to over 6 million tonnes per year of LNG immediately.

**Conclusion:** MILNG has the lowest cost fundamentals (i.e. project site, access to low-cost natural gas, short pipeline connection, and the lowest construction cost) of any new U.S. LNG project; therefore, the company is able to offer the lowest cost LNG to the LNG industry while bringing lucrative financial returns to its shareholders for years to come.