



REI - ERI

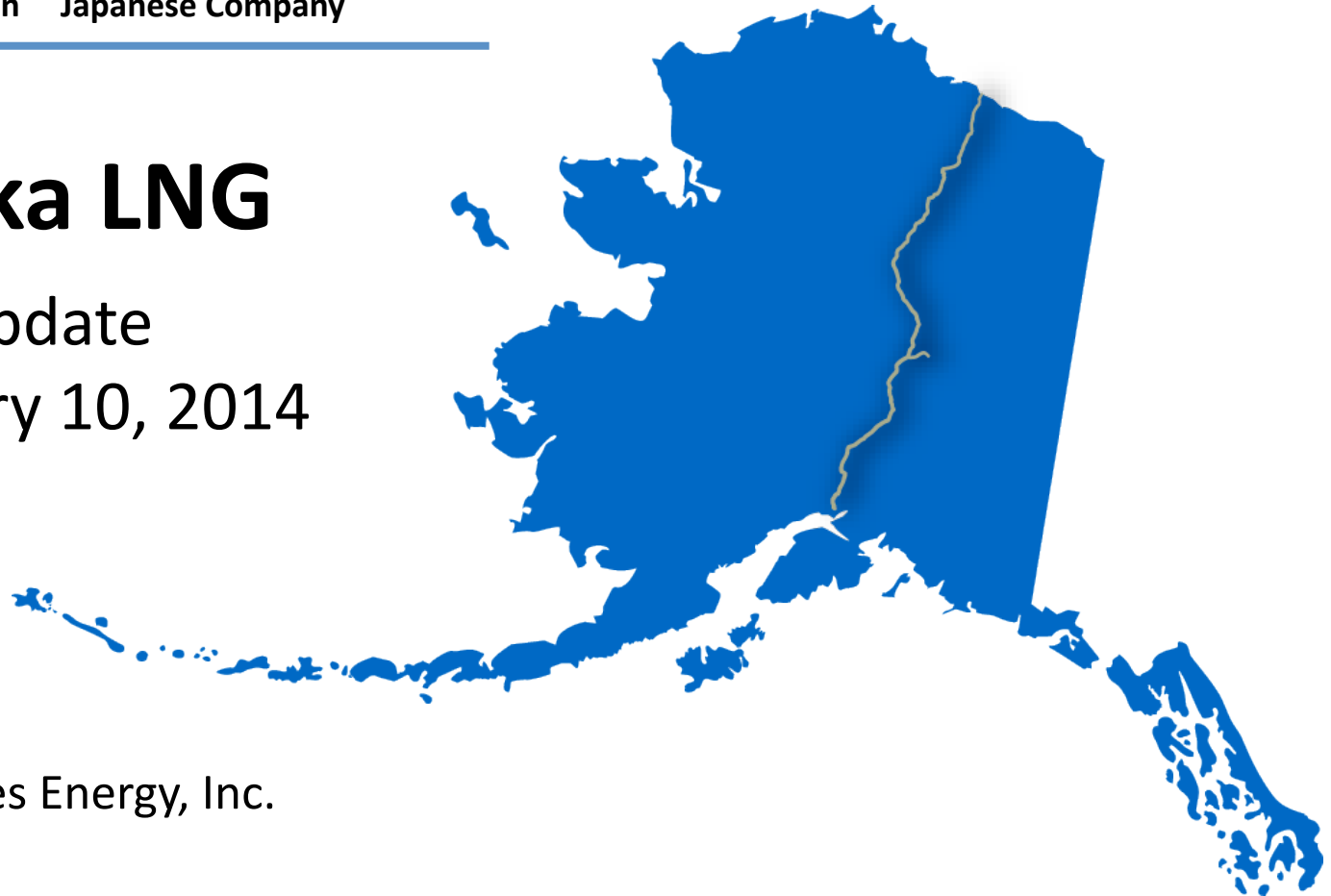
Resources Energy, Inc.
Delaware Corporation

Energy Resources, Inc.
Japanese Company

Alaska LNG

Update

February 10, 2014



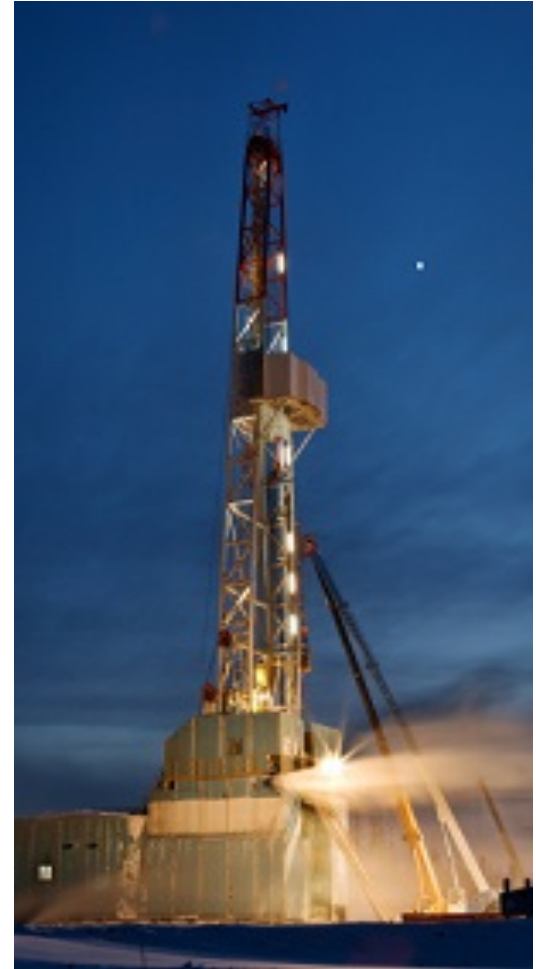
Resources Energy, Inc.

Key Accomplishments

- In 2011, agreed with SOA to conduct pre investment study and proved feasibility of Alaska LNG project.
- In 2012, discussed and studied with SOA and arranged presentation opportunity for SOA to introduce LNG opportunity at the first international LNG Producers and Consumers Conference organized by Japanese government METI.
- Agreed with SOA for FS based on Cooperation Agreement.
- In 2013, completed detailed FS and formed Joint Working Committee with SOA.
- Commissioner Dan Sullivan made attractive presentation at the 2nd international LNG Producers and Consumers Conference. Explained about RIK for utilization for LNG project.

Project Objectives

- As LNG developer, Japan and US Delaware based corporation with offices in Alaska extend the offer to develop LNG 3rd generation project
- Create LNG demand and develop market in Japan
- Acquire gas and gas reserves
- Finance, build, own, and operate LNG plant
- Develop ocean transportation system



FS Summary of LNG Production Facilities in Nikiski

REI Greenfield LNG -Kenai

Total LNG production	1 Million Tons/Year
Liquefaction train size	1.0 Million Tons/year or 0.5 Million Tons/year x 2 Train
Total LNG Plant Cost	\$ 1 Billion range
Ocean Transportation	125,000-150,000 M ³ Vessel Draft 13 Meters
Japanese Receiving LNG Terminal	Himeji, Sodegara, Niigata, Kitakyusyu

North Slope- Nikiski

Total LNG production	15 Million Tons/Year
Liquefaction train size	3.75 Million Tons/year
Number of Train	4
Total LNG Plant Cost	20.3 Billion US\$
Ocean Transportation	125,000-150,000 M ³ Vessel Draft 13 Meters
Japanese Receiving LNG Terminal	Himeji, Sodegara, Niigata, Kitakyusyu

Project Timeline

- 2014
 - FEED for Kenai LNG project
 - Definitive agreement with gas producer for gas supply.
 - DOE
- 2015
 - FERC
 - Open season—AGDC
- 2017
 - EPC contract for Kenai LNG.
 - Construction complete Kenai LNG plant
- 2018
 - First LNG drop



REI Benefits to Alaskan Consumers



Fairbanks Supply by Japan Rail / Alaska Rail

Export Surplus of Kenai – Cook-inlet Gas for LNG to Japan

REI Work Underway in 2014

- REI project team focused on Kenai LNG project:
 - ✓ Advancing the work necessary to obtain gas supply
 - ✓ Organize joint venture in Alaska
 - ✓ LNG purchase Letter of Intent
 - ✓ JBIC discussion
 - ✓ Conduct FEED
 - ✓ File DOE & FERC
 - ✓ Initiate the Supplemental Environmental Impact Statement (SEIS) process



Kenai Export Terminal, Alaska
Photo courtesy of CH-IV International, <http://ch-iv.com>

The Year Ahead

- In 2014, REI will focus on the advance work required to participate in AGDC's open season in 2015 for North Slope Gas.
- Provide support to SOA and AGDC for LNG development.
- Agreement with SOA for utilization of State's Royalty Gas for export.
- This will allow gas supplier and REI to enter into the LNG development commitments essential to the success of the project.
- Before the end of 2014, REI also intends to make a Final Investment Decision for the Kenai LNG project and to establish RIK allocation agreement with SOA.

