



On October 21st, 2014, Strom received authorization from DOE/FE via the Order to export domestically produced LNG by ISO containers on vessels from the proposed Project. The Project will be constructed on a property site approximately 174 acres in size, to be located at 6700 Tallahassee Road, Crystal River, Florida. Strom has reached a tentative agreement with the Port of Tampa in Tampa Florida, for long-term leases for shipping of LNG.

Due to changing conditions in the emerging market for LNG exports, and some unforeseen delays, we have revised our estimate for construction. Strom has entered into a binding term sheet with a large international oil and gas supplier that will provide Strom with a combination equity and debt capital required to initiate the pre-construction process in this year with a targeted beginning operating capacity in the fourth quarter of 2022.

We are actively engaged in the design concept stage of the plant and intend to file environmental study information as soon as practicable. Strom has secured certain preliminary agreements for equipment and has selected AECOM to fill the role of our EPCM for the Project. AECOM is well versed in Oil and Gas and has been involved in a myriad of FERC approved Oil and Gas projects.

Status of Long-term LNG Export Contracts

Strom's management team has been actively engaged in the negotiations and term sheet described above that will include Offtake customers upon completion. Strom's parent company Glauben Besitz, LLC (Glauben) has also entered into a term sheet agreement to pursue marketing and distribution of LNG in China. Additionally, Strom, Inc. is actively in early stage negotiations with a third-party entity regarding a reverse-merger and anticipate filing a report upon completion.

Through third-party legal counsel and other paths, Strom has continued discussions with electric power suppliers in China, Latin America, and several Caribbean countries. Specifically, Strom has received specific interest from LNG users in the Bahamas, China, Belize, Panama, Mexico, Dominican Republic, Honduras and is pursuing all qualified leads. These requests for LNG will far exceed Strom's authorized capacity, and we will explore our options as we execute agreements. In accordance with Ordering Paragraph D of the Order, Strom will file any such long-term contracts with the DOE/FE following their execution.

Status of Long-term Gas Supply Contracts.

Strom has had productive negotiations with Tampa Electric Co. (TECO) regarding the transportation of natural gas to the facility and has received their "draft term sheet" confirming very competitive pricing for transportation of natural gas to the proposed plant.

As of the Reporting Date, Strom has not executed any such contracts for the long-term transportation or supply of U.S.-sourced natural gas. Strom continues to discuss terms and conditions with long-term suppliers and expects to achieve favorable results. In accordance with Ordering Paragraph D of the Order, Strom will file any such contracts associated with the long-term supply of natural gas to the Project with the DOE/FE following their execution.