

Cheniere Energy Partners, L.P.
Form 10-Q
May 01, 2014

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 2014

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission File No. 001-33366

Cheniere Energy Partners, L.P.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation or organization)

20-5913059
(I.R.S. Employer Identification No.)

700 Milam Street, Suite 800
Houston, Texas
(Address of principal executive offices)
(713) 375-5000

77002
(Zip Code)

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer Accelerated filer
Non-accelerated filer Smaller reporting company

(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

As of April 17, 2014, the issuer had 57,078,848 common units, 145,333,334 Class B units and 135,383,831 subordinated units outstanding.

CHENIERE ENERGY PARTNERS, L.P.
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PART I. FINANCIAL INFORMATION
ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS
CHENIERE ENERGY PARTNERS, L.P. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(in thousands, except unit data)

	March 31, 2014 (unaudited)	December 31, 2013
ASSETS		
Current assets		
Cash and cash equivalents	\$ 325,342	\$ 351,032
Restricted cash and cash equivalents	176,518	227,652
Advances to affiliate	12,857	14,737
LNG inventory	4,072	10,430
Other—affiliate	3,285	3,280
Prepaid expenses and other	8,017	5,997
Total current assets	530,091	613,128
Non-current restricted cash and cash equivalents	323,728	1,025,056
Property, plant and equipment, net	7,028,192	6,383,939
Debt issuance costs, net	302,439	313,944
Non-current derivative assets	71,170	98,123
Advances under long-term contracts	20,364	6,561
Other	97,125	76,032
Total assets	\$ 8,373,109	\$ 8,516,783
LIABILITIES AND PARTNERS' EQUITY		
Current liabilities		
Accounts payable	\$ 4,836	\$ 10,146
Accrued liabilities	122,996	170,052
Due to affiliates	26,527	45,547
Deferred revenue	26,722	26,593
Other	19,561	13,549
Other—affiliate	20	—
Total current liabilities	200,662	265,887
Long-term debt, net	6,578,350	6,576,273
Deferred revenue	16,500	17,500
Other non-current liabilities	192	193
Other non-current liabilities—affiliate	32,148	17,186
Commitments and contingencies		
Partners' equity		
Common unitholders' interest (57.1 million units issued and outstanding at March 31, 2014 and December 31, 2013)	667,246	711,771
Class B unitholders' interest (145.3 million units issued and outstanding at March 31, 2014 and December 31, 2013)	(38,216)	(38,216)
	883,002	931,074

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Subordinated unitholders' interest (135.4 million units issued and outstanding at March 31, 2014 and December 31, 2013)		
General partner's interest (2% interest with 6.9 million units issued and outstanding at March 31, 2014 and December 31, 2013)	33,225	35,115
Total partners' equity	1,545,257	1,639,744
Total liabilities and partners' equity	\$8,373,109	\$8,516,783

The accompanying notes are an integral part of these consolidated financial statements.

CHENIERE ENERGY PARTNERS, L.P. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF OPERATIONS

(in thousands, except per unit data)

(unaudited)

	Three Months Ended March 31,	
	2014	2013 (1)
Revenues		
Revenues	\$66,449	\$65,563
Revenues—affiliate	772	545
Total revenues	67,221	66,108