UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

CANADIANOXY MARKETING INC. FE DOCKET NO. 92-127-NG CANADIANOXY MARKETING (U.S.A.) INC.)

> ORDER GRANTING TRANSFER OF BLANKET AUTHORIZATION TO IMPORT NATURAL GAS FROM CANADA

> > DOE/FE ORDER NO. 719-A

In DOE/FE Order No. 719 (Order 719), issued November 13, 1992, CanadianOxy Marketing Inc. (CanadianOxy) is authorized to import natural gas from Canada. Specifically, CanadianOxy has authority to import up to 100 Bcf of natural gas over a period of two years beginning on the date of the first delivery.1/

Imports of gas began February 1, 1995, and the two-year term, therefore, extends through January 31, 1997.

On August 10, 1995, CanadianOxy and CanadianOxy Marketing (U.S.A) Inc. (CanadianOxy U.S.A.) filed an application with the Office of Fossil Energy (FE) of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA)2/, requesting authorization to transfer to CanadianOxy U.S.A. the import authorization granted CanadianOxy in Order 719, effective

1/ 1 FE 70,676.

August 31, 1995. Both CanadianOxy and CanadianOxy U.S.A. are corporations organized and existing under the laws of Delaware with their principal place of business in Calgary, Alberta. CanadianOxy is a wholly-owned subsidiary of CanadianOxy Offshore Holdings Co. CanadianOxy U.S.A. is a wholly-owned subsidiary of Canadian Occidental U.S. Petroleum Corporation. The ultimate parent of CanadianOxy and CanadianOxy U.S.A. is Canadian Occidental Petroleum Ltd.

Under section 3 of the NGA, as amended by section 201 of the Energy Policy Act of 1992 (Pub. L. 102-486), the importation of natural gas from a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas is deemed to be consistent with the public interest, and related applications must be granted without modification or delay. The transfer of authorization sought by CanadianOxy and CanadianOxy U.S.A. for CanadianOxy U.S.A. to import natural gas produced in Canada, a nation with which a free trade agreement is in effect, meets the section 3 criterion and, therefore, is consistent with the public interest.

Accordingly, pursuant to section 3 of the Natural Gas Act,
CanadianOxy Marketing Inc. is authorized to transfer its blanket
authorization to import up to 100 Bcf of natural gas from Canada
through January 31, 1997. Effective August 31, 1995, DOE/FE
Order No. 719, issued November 13, 1992, is amended to substitute
CanadianOxy Marketing (U.S.A.) Inc. for CanadianOxy Marketing

Inc. as the importer of the natural gas. In all other respects, the earlier order shall remain in full force and effect.

Issued in Washington, D.C., on August 17, 1995.

Anthony J. Como Director Office of Coal & Electricity Office of Fuels Programs Office of Fossil Energy