

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

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KCS ENERGY MARKETING, INC.) FE DOCKET NO. 89-88-NG
_____)

ORDER VACATING AUTHORIZATION
TO IMPORT NATURAL GAS FROM CANADA

DOE/FE ORDER NO. 427-B

On September 29, 1990, the Department of Energy (DOE) granted authorization to Energy Marketing Exchange, Inc.(EME) in DOE/FE Opinion and Order No. 427 (Order 427) to import up to 6,000 MMBtu (approximately 5,976 Mcf) of natural gas from Canada over a 15-year term commencing on the date of first delivery (1 FE 70,355). Import began under this authorization on November 1, 1991.

On July 13, 1993, authority to import natural gas from Canada was transferred from EME to KCS Energy Marketing, Inc. (KCS) in DOE/FE Order No. 427-A (Order 427-A).

In a letter received April 1, 1997, KCS stated that the underlying long-term gas supply contract with Ramarro Resources Limited was terminated by mutual agreement in June 1995, and as a result, requests that the Department of Energy terminate its

authorization.

Accordingly, pursuant to section 3 of the Natural Gas Act, the authorization to import and export natural gas granted in DOE/FE Order No. 427 is hereby vacated.

Issued in Washington, D.C., on May 9, 1997.

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Wayne E. Peters
Manager, Natural Gas Regulation
Office of Natural Gas & Petroleum
Import and Export Activities
Office of Fossil Energy