

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): April 21, 1998

CHENIERE ENERGY, INC.  
(Exact name of registrant as specified in charter)

Delaware (State or other jurisdiction of incorporation)	0-9092 (Commission File Number)	95-4352386 (IRS Employer Identification No.)
1200 Smith Street, Suite 1740 Houston, Texas		77002-4312
(Address, of principal executive offices)		(Zip Code)

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Registrant's telephone number, including area code: (281)578-4600

Not applicable  
(former name or former address, if changed since last report)

ITEM 5. OTHER EVENTS.

5.1 Attached hereto as Exhibit 99.1 and incorporated by reference herein is certain information regarding Legal Proceedings, as presented in a press release dated April 21, 1998.

ITEM 7. FINANCIAL STATEMENTS, PRO FORMA FINANCIAL INFORMATION AND EXHIBITS.

c) Exhibits.

99.1 Press Release issued by Cheniere Energy, Inc. dated April 21, 1998.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: April 22, 1998

CHENIERE ENERGY, INC.  
(Registrant)

By: /s/ Walter L. Williams  
Name: Walter L. Williams  
Title: Chief Executive Officer

## CHENIERE ENERGY INC. MAKES ANNOUNCEMENT

HOUSTON-(BUSINESS WIRE)--April 21, 1998--Cheniere Energy Inc. (NASDAQ SmallCap Market:CHEX) announced today that Zydeco Exploration Inc., a subsidiary of Zydeco Energy [Nasdaq:ZNRG - news] Inc., has filed a petition with the American Arbitration Association for arbitration in order to resolve certain disputes that have arisen with Cheniere Energy Inc. Cheniere is a party to an Exploration Agreement with Zydeco which covers a large 3-D seismic project located in the Transition Zone of South Louisiana.

Recently, differences have arisen between the two companies over the rights and obligations of the parties and the claims for reimbursement of certain seismic costs and expenses incurred by Zydeco. Cheniere believes that it has properly earned and preserved its interest in leases acquired in the Project Area covered by the Exploration Agreement and that all of its actions to date, including its handling of confidential data, are entirely within the scope of the Exploration Agreement. Cheniere feels it will ultimately prevail in the arbitration process.