
UNITED STATES 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): December 1, 2005

CHENIERE ENERGY, INC.

(Exact name of registrant as specified in its charter)

Delaware 1-16383 95-4352386 (State or other jurisdiction of incorporation or organization) (Commission (I.R.S. Employer Identification No.)

717 Texas Avenue Suite 3100

Houston, Texas 77002 (Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (713) 659-1361

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

[_]	Written communications pursuant to Rule 425 under the Securities
	Act (17 CFR 230.425)
[_]	Soliciting material pursuant to Rule 14a-12 under the Exchange
	Act (17 CFR 240.14a-12)
[_]	Pre-commencement communications pursuant to Rule 13e-4(c) under the
	Exchange Act (17 CFR 240.14d-2(b))
[_]	Pre-commencement communications pursuant to Rule 13e-4(c) under the
	Exchange Act (17 CFR 240.13e-4(c))

Item 8.01 Other Events

As part of the November 8, 2004 Omnibus Agreement entered into between Sabine Pass LNG, L.P. ("Sabine Pass LNG") and Chevron USA, Inc. ("Chevron"), Chevron had the option, by December 1, 2005, to increase its reserved capacity at the Sabine Pass LNG receiving terminal from approximately 700 MMcf/d to approximately 1 Bcf/d. On December 1, 2005, Cheniere Energy, Inc. ("Cheniere"), the ultimate parent of Sabine Pass LNG, issued a press release announcing that Sabine Pass LNG had been notified by Chevron on December 1, 2005, that Chevron had elected to increase its reserved capacity at the terminal to approximately 1 Bcf/d. The press release is attached as Exhibit 99.1 to this Current Report on Form 8-K. Attached as Exhibit 99.2 to this Current Report on Form 8-K is the letter sent by Chevron confirming its election to increase its reserved capacity at the terminal.

Item 9.01 Financial Statements and Exhibits.

c) Exhibits

Exhibit Number	Description
99.1	Press Release, dated December 1, 2005 (filed herewith)
99.2	Letter from Chevron, dated December 1, 2005 (filed herewith)

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.

CHENIERE ENERGY, INC.

Date: December 1, 2005 By: /s/ Don A. Turkleson

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Name: Don A. Turkleson Title: Senior Vice President

and Chief Financial Officer

EXHIBIT INDEX

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Number Description

99.1 Press Release, dated December 1, 2005 (filed herewith)

99.2 Letter from Chevron, dated December 1, 2005 (filed herewith)

Chevron Increases Capacity Reservation to 1 Bcf/d at Cheniere Energy's Sabine Pass LNG Receiving Terminal

HOUSTON--(BUSINESS WIRE)--Dec. 1, 2005--Cheniere Energy Inc. (AMEX:LNG) announced that a subsidiary of Chevron Corporation (NYSE:CVX) has elected to increase its reserved liquefied natural gas (LNG) regasification capacity at the Sabine Pass LNG receiving terminal to 1 billion cubic feet per day (Bcf/d). Chevron USA, Inc. and Sabine Pass LNG L.P. a wholly-owned subsidiary of Cheniere entered into Terminal Use and related agreements in November 2004 providing Chevron with an initial 700 million cubic feet per day of capacity at the terminal for 20 years commencing no later than July 2009.

The Sabine Pass LNG receiving terminal is being constructed near Sabine Pass in Cameron Parish, Louisiana. It will be capable of receiving vessels of up to 250,000 cubic meters and is permitted for 2.6 Bcf/d of regasification capacity in its first phase. Cheniere has made a filing with the Federal Energy Regulatory Commission seeking to expand the facility's regasification capacity to 4 Bcf/d.

Cheniere Energy, Inc. is a Houston based energy company engaged in developing LNG receiving terminals and Gulf of Mexico Exploration & Production. Cheniere is building a 100% owned Gulf Coast LNG receiving terminal near Sabine Pass in Cameron Parish, LA and developing 100% owned Gulf Coast LNG receiving terminals near Corpus Christi, TX, and near the Creole Trail in Cameron Parish, LA. Cheniere is also a 30% limited partner in Freeport LNG Development, L.P., which is building an LNG receiving terminal in Freeport, Texas. Cheniere explores for oil and gas in the Gulf of Mexico using a regional database of 7,000 square miles of PSTM 3D seismic data. Additional information about Cheniere Energy, Inc. may be found on its web site at www.cheniere.com.

This press release contains certain statements that may include "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of historical facts, included herein are "forward-looking statements." Included among "forward-looking statements" are, among other things, (i) statements regarding Cheniere's business strategy, plans and objectives and (ii) statements expressing beliefs and expectations regarding the development of Cheniere's LNG receiving terminal business. Although Cheniere believes that the expectations reflected in these forward-looking statements are reasonable, they do involve assumptions, risks and uncertainties, and these expectations may prove to be incorrect. Cheniere's actual results could differ materially from those anticipated in these forward-looking statements as a result of a variety of factors, including those discussed in Cheniere's periodic reports that are filed with and available from the Securities and Exchange Commission. You should not place undue reliance on these forward-looking statements, which speak only as of the date of this press release. Other than as required under the securities laws, Cheniere does not assume a duty to update these forward-looking statements.

CONTACT: Cheniere Energy, Inc., Houston David Castaneda, 713-265-0202

Chevron

Don R. Haley Assistant Secretary Chevron U.S.A. Inc. 1500 Louisiana Street, 03-719B Houston TX 77002 Tel (832) 854-5057 DRHaley@chevron.com

December 1, 2005

HAND DELIVERED

Mr. Keith M. Meyer President Sabine Pass LNG, L.P. 717 Texas Ave., Suite 3100 Houston, TX 77002

Re: Omnibus Agreement

Dear Keith,

In accordance with Clause 4.1(b) the Omnibus Agreement between Chevron U.S.A. Inc. ("CUSA") and Sabine Pass LNG. L.P. ("Sabine"), CUSA hereby notifies Sabine that it is electing to increase its Maximum LNG Reception Quantity under the Terminal Use Agreement between CUSA and Sabine, from 282,761,850 MMBTUs per Contract Year to 403,945,500 MMBTUs per Contract Year, to increase its Gas Redelivery Rate from 759,500 to 1,085,000 MMBtu per day and to receive LNG storage capacity up to a maximum storage quantity of four (4) billion standard cubic feet. Please forward to us at your earliest convenience a draft of the amendment to the Terminal Use Agreement reflecting the foregoing election.

Sincerely,

/s/ Don R. Haley
----Don R. Haley