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

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

HOUSTON, TX 77002 City Ci	1. Name and Address of Reporting Person* Smith Jerry D.				2. Issuer Name and Ticker or Trading Symbol CHENIERE ENERGY INC [LNG]						5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner				
Common Stock O1/18/2011 Table II - Derivative Securities Acquired (Instr. 3) Code (Instr. 3)	(Last) (First) (Middle) 700 MILAM ST., SUITE 800				` ,										
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned	`				4. If Amendment, Date Original Filed(Month/Day/Year)										
Date (Month/Day/Year) Amount of (Instr. 3) Date (Month/Day/Year) Date (Instr. 3) Date (Instr. 4) Date (Instr. 5) Date (Instr. 4) Date (Instr. 5) Date (Instr. 4) Date (Instr. 5) Date (Instr. 6) Date (Instr. 6				(Zip)	Ta	ble I - Nor	ı-Der	ivative S	ecurities	Acqui	red, Dispo	osed of, or I	Beneficially (Owned	
Common Stock O1/18/2011 F 234 D \$7.29 67,959 D	1.Title of Security (Instr. 3)			Date	Execution Date, if any	Code (A (Instr. 8) (I		(A) or D	(A) or Disposed of (D)			Beneficially Owned Following Reported Transaction(s)			7. Nature of Indirect Beneficial
Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly. Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number. Table II - Derivative Securities Acquired (e.g., puts, calls, warrants, options, convertible securities) 1. Title of 2. Derivative Conversion Date (Month/Day/Year) any (Month/Day/Year) (Instr. 3) Price of Derivative Security Security (Month/Day/Year) (Instr. 3) Price of Derivative Security Securities (Instr. 3) Acquired (A) or Disposed of (D) (Instr. 3) Aquired (A) or Disposed of (D) (Instr. 4) Amount of Number of Number of Number of Number of Shares Reporting Owners							V	Amount		Price	(IIISIF. 3 al			or Indirect (I)	(Instr. 4)
Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly. Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number. Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) 1. Title of Derivative Conversion Date (e.g., puts, calls, warrants, options, convertible securities) Code Of Derivative Security (Instr. 3) Derivative Security Owner Securities (Instr. 3) Owner Securities	Commor	1 Stock		01/18/2011		F		234			67,959			D	
Derivative Security Conversion of Exercise Price of Derivative Security Securities Sec											y Owned				
Code V (A) (D) Date Expiration Date Of Number of Shares Reporting Owners											y Owned				
	Derivative Security	Conversion or Exercise Price of Derivative	Date	3A. Deemed Execution Da any	e.g., puts, calls, wa 4. Transaction Code (ear) (Instr. 8)	strants, op 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3,	6. Da	converti ate Exerc Expiration	ible secur risable n Date	7. Ti Amo Unde Secu (Instr	tle and ount of erlying rities	Derivative Security	Derivative Securities Beneficially Owned Following Reported Transaction	Owners Form of Derivat Security Direct (or Indir (s) (I)	Benefic Owners (Instr. 4
Relationships	Derivative Security	Conversion or Exercise Price of Derivative	Date	3A. Deemed Execution Da any	e.g., puts, calls, wa 4. Transaction Code (ear) (Instr. 8)	nrants, op 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Da and I (Mon	converting the Exercise Expiration in the Day/Y	ible secur isable n Date Year)	7. Tir Amo Unde Secu (Instr 4)	ttle and ount of erlying rities r. 3 and Amount or Number of	Derivative Security	Derivative Securities Beneficially Owned Following Reported Transaction	Owners Form of Derivat Security Direct (or Indir (s) (I)	of India Benefic Owners (Instr. 4
Reporting Owner Name /	Derivative Security (Instr. 3)	Conversion or Exercise Price of Derivative Security	Date (Month/Day/Y	3A. Deemed Execution Da any	e.g., puts, calls, wa 4. Transaction Code (ear) (Instr. 8)	nrants, op 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Da and I (Mon	converting the Exercise Expiration in the Day/Y	ible secur isable n Date Year)	7. Tir Amo Unde Secu (Instr 4)	ttle and ount of erlying rities r. 3 and Amount or Number of	Derivative Security	Derivative Securities Beneficially Owned Following Reported Transaction	Owners Form of Derivat Security Direct (or Indir (s) (I)	of India Benefic Owners (Instr. 4

Other

Signatures

HOUSTON, TX 77002

Smith Jerry D. 700 MILAM ST.

SUITE 800

Address

Anne V. Vaughan under POA by Jerry D. Smith	01/19/2011
**Signature of Reporting Person	Date

Director

Owner

Officer

VP & Chief Accounting Officer

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.