

FORM 4

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

OMB APPROVAL	
OMB Number:	3235-0287
Estimated average burden hours per response...	0.5

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

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

(Print or Type Responses)

1. Name and Address of Reporting Person * SOUKI CHARIF			2. Issuer Name and Ticker or Trading Symbol CHENIERE ENERGY INC [LNG]			5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director <input type="checkbox"/> 10% Owner <input checked="" type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below) Chairman & Chief Exec. Officer		
(Last)	(First)	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) 05/23/2005			6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> Form filed by More than One Reporting Person		
717 TEXAS AVENUE, SUITE 3100			4. If Amendment, Date Original Filed (Month/Day/Year)					
(Street) HOUSTON, TX 77002								
(City)	(State)	(Zip)	Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned					

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	05/23/2005		M		33,333	A	\$ 0.625	994,453	D	
Common Stock	05/24/2005		S		10,000	D	\$ 28.03	984,453	D	
Common Stock	05/24/2005		S		500	D	\$ 28.22	983,953	D	
Common Stock	05/24/2005		S		1,100	D	\$ 28.08	982,853	D	
Common Stock	05/24/2005		S		2,100	D	\$ 28.05	980,753	D	
Common Stock	05/24/2005		S		1,233	D	\$ 28.06	979,520	D	
Common Stock	05/24/2005		S		8,500	D	\$ 27.80	971,020	D	
Common Stock	05/24/2005		S		400	D	\$ 27.82	970,620	D	
Common Stock	05/24/2005		S		1,000	D	\$ 27.82	969,620	D	
Common Stock	05/24/2005		S		100	D	\$ 27.80	969,520	D	
Common Stock	05/24/2005		S		4,500	D	\$ 27.70	965,020	D	
Common Stock	05/24/2005		S		800	D	\$ 27.75	964,220	D	
Common Stock	05/24/2005		S		2,400	D	\$ 27.71	961,820	D	
Common Stock	05/24/2005		S		700	D	\$ 27.78	961,120	D	
Common Stock								149,500	I	By Wife
Common Stock								1,600,000 ⁽¹⁾	I	By Trust
Common Stock								120,000 ⁽²⁾	I	By Children

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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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. SEC 1474 (9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)				6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Underlying Securities (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of Derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Stock Option	\$ 0.625	05/23/2005		M			33,333	(3)	12/19/2007	Common Stock	33,333	\$ 0	33,333	D	

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
SOUKI CHARIF 717 TEXAS AVENUE SUITE 3100 HOUSTON, TX 77002	X		Chairman & Chief Exec. Officer	

Signatures

Don A. Turkleson, under POA for Charif Souki		05/25/2005
<small>Signature of Reporting Person</small>		<small>Date</small>

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).

- (1) These shares are owned of record by a trust of which the Reporting Person is the sole beneficiary and over which the Reporting Person has investment control.
- (2) These shares are held by the Reporting Person's three children who share the same household or are economically dependent on the Reporting Person.
- (3) 33,334 shares vested on December 19, 2003, 33,333 shares vested on December 19, 2004 and 33,333 shares vest on December 19, 2005.

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

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