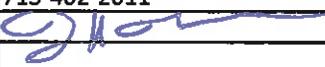


Biennial Progress Report for Texas Economic Development Act	Form 50-773-A
<b>Economic Development and Analysis</b>	
<b>SECTION 1: Applicant Information</b>	
1. Application number	354
2. Name of school district	PORT NECHES GROVES ISD
3. Name of central appraisal district (CAD) appraising the qualified property in this school district	JEFFERSON CAD
4. Name of project on original application (or short description of facility)	AIR SEPARATION UNIT (ASU-LMA)
5. Name of applicant on original application	AIR LIQUIDE LARGE INDUSTRIES US LP
6. Name of company entering into original agreement with district	SAME AS ABOVE
7. If you are one of two or more companies originally applying for a limitation, list all other applicants here and describe their relationships. (Use attachments if necessary.)	N/A
<b>SECTION 2: Current Agreement Information</b>	
1. Name of current agreement holder(s)	AIR LIQUIDE LARGE INDUSTRIES US LP
2. Complete mailing address of current agreement holder	P.O. BOX 460149, HOUSTON, TX 77056-8149
3. Company contact person for agreement holder:	
Name	JONATHAN JONES
Title	MANAGER
Phone	713-402-2011
Email	<a href="mailto:JONATHAN.JONES@AIRLIQUIDE.COM">JONATHAN.JONES@AIRLIQUIDE.COM</a>
4. Texas franchise tax ID number of current agreement holder:	32035542425
5. If the current agreement holder does not report under the franchise tax law, please include name and tax ID of reporting entity:	
Name	N/A
Tax ID	
6. NAICS Code of current agreement holder (6 Digit)	325120
7. If the authorized company representative is different from the contact person listed above:	
Name	SAME AS ABOVE
Title	
Complete Mailing Address	
Phone	
Email	
8. If you are a current agreement holder who was not an original applicant, please list all other current agreement holders. Please describe the chain of ownership from the original applicant to the new entities. (Use attachments if necessary.)	N/A
<b>SECTION 3: Project Timeline</b>	
1. Date original limitation agreement approved by school district	5/12/2014
2. First (complete) year of qualifying time period – after the date the application is approved. See Tax Code §313.021[4]	2015
3. Date commercial operations began at the site of the project	UNDER CONSTRUCTION
4. First year of property value limitation	2017
<b>SECTION 4: Value Limitation Details</b>	
1. Minimum limitation amount per Agreement (for entire agreement)	30,000,000
2. Amount of qualified investment during the qualifying time period the recipient committed to spend or allocate for this project on application (not total investment)	117,000,000 (est)

3. Total qualified investment made from the beginning of the qualifying time period through the end of the qualifying time period or the last complete tax year, if still in the qualifying time period	27,500,000 (est)
4. Has the size and/or scope of the project changed, resulting in a material change in qualified property from that in the application?	No
4a. If yes, please describe on an attachment how the actual qualified property — for which you are providing actual and estimated market values on subsequent pages — differs from that property described in the agreement. Include only property located in this school district.	
5. What was the number of permanent existing jobs at this facility prior to application? (See guidelines for definition of existing job.)	10
<b>SECTION 5: Job Details</b>	
1. For agreements before Jan. 1, 2014, does the agreement include a definition of "new job" other than TAC §9.1051(14)(C), as the rule existed at the time of application?	No
1a. If yes, please provide the definition of "new job" as used in the agreement. (Use attachments if needed.)	
<b>SECTION 6: Authorized Signature</b>	
After this report and charts are complete, they should be reviewed and certified to be complete by a company employee authorized to sign on behalf of the company listed in Section 2.	
By signing below, I certify that I am an employee of ___ AIR LIQUIDE ____, a current agreement holder of a limitation on appraised value who is authorized to sign on behalf of the company. I attest that the contents of this form and attachments are true and correct to the best of my knowledge and belief and have determined that the electronic copy is identical to the hard copy of this report.	
Print Name of Company Employee	JONATHAN JONES
Title	MANAGER
Phone	713-402-2011
Signature of Company Employee	
Date	5/10/2016
NOTE: If you amend your report, you will need to resign and resubmit this section with your forms, charts or attachments.	

Biennial Progress Report for Texas Economic Development Act  
**CHART A1: Job Data for Applications 1 through 999**

**354**

Date 5/10/2016

1st Yr. of Qualifying Time Period

2015

Form 50-773A  
 Revised May 2014

App Number

District Name

Company Name

PORT NECHES GROVES ISD  
 AIR LIQUIDE LARGE INDUSTRIES US LP

**CHART A1 - Only complete this for applications 1 through 999.**

	Tax year (YYYY)	Qualifying Time Period												Limitation Period												Viable Presence Period											
		Year 1 (First Complete Tax Year)	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13										
1	Number of qualifying jobs <sup>1</sup> applicant committed to create on application (cumulative)	0	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8									
2	Number of qualifying jobs <sup>1</sup> applicant actually created (cumulative)	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A																	
3	Number of new jobs <sup>2</sup> created (cumulative)	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A																	
4	Median annual wage of new jobs applicant created	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A									
5	Total wages for new jobs applicant created	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A									

Actual and projected data. Use actual data for prior years. Estimates are required for current and future years.

**Notes:**

- Jobs meeting all of the requirements of Tax Code §313.021(3) as the statute existed before Jan. 1, 2014. Do not include construction jobs in counts of qualifying jobs.
- For new job definition see TAC §9.1051(14) as rules existed before Jan. 1, 2014.

The CPA requests companies complete the electronic spreadsheet version of the form and submit identical electronic and hard copy versions of the spreadsheet (with any attachments) to the district.

**Biennial Progress Report for Texas Economic Development Act**  
**CHART A2: Investment and Market Values for Applications 1 through 999**

5/10/2016

Form 50-773A  
Revised May 2014

Date **354**  
 Application Number **354**  
 Current Agreement Holder Name **AIR LIQUIDE LARGE INDUSTRIES US LP**  
 ISD Name **PORT NECHES GROVES ISD**

**CHART A2 - Only complete this for applications 1 through 999.**

	Year	School Year (YYYY-YYYY)	Tax Year (actual tax year) YYYY	Total Investment <sup>1</sup> (cumulative)	Market value of qualified property on Jan. 1 BEFORE any exemptions <sup>2</sup>	Market value less any exemptions (such as pollution control) and before limitation <sup>3</sup>	Taxable value of qualified property for purposes of M&O
Prior to start of value limitation period	1	2015-2016	2015	27,500,000	256,300	256,300	256,300
	2	2016-2017	2016	117,000,000	117,000,000	117,000,000	117,000,000
	3	2017-2018	2017	117,000,000	113,490,000	113,490,000	30,000,000
	4	2018-2019	2018	117,000,000	110,085,300	110,085,300	30,000,000
	5	2019-2020	2019	117,000,000	106,782,741	106,782,741	30,000,000
	6	2020-2021	2020	117,000,000	103,579,259	103,579,259	30,000,000
	7	2021-2022	2021	117,000,000	100,471,881	100,471,881	30,000,000
	8	2022-2023	2022	117,000,000	97,457,725	97,457,725	30,000,000
	9	2023-2024	2023	117,000,000	94,533,993	94,533,993	30,000,000
	10	2024-2025	2024	117,000,000	91,697,973	91,697,973	30,000,000
	11	2025-2026	2025	117,000,000	88,947,033	88,947,033	88,947,033
	12	2026-2027	2026	117,000,000	86,278,623	86,278,623	86,278,623
	13	2027-2028	2027	117,000,000	83,690,264	83,690,264	83,690,264
Value limitation period							
Viabie presence period							

Actual and projected data. Use actual data for prior years. Estimates are required for current and future years.

- Notes:
1. Total investment is all investment at original cost, including land acquired after filing of application. Investments made in a year should be reflected in the subsequent year's market value.
  2. Use appraisal values from CAD as available. For future years, use market value that the entity estimates will approximate the market value for ad valorem tax purposes in that year.
  3. This amount is typically the taxable value for the purpose of I&S fund or debt service reserve fund.

The CPA requests companies complete the electronic spreadsheet version of the form and submit identical electronic and hard copy versions of the spreadsheet (with any attachments) to the district.