TransGas

2017 October 27

TO: TRANSGAS CUSTOMERS

NIT TO TEP ALBERTA RECEIPT SERVICE UPDATE

NIT to TEP Alberta Receipt Service is for receipt points that initiate at Nova Inventory Transfer (NIT) with TransGas being responsible to contract and transport natural gas through the Nova Gas Transmission Ltd. (NGTL) system in Alberta and on to TEP using a combination of TransGas border receipt points and Foothills and TCPL mainline transport.

TransGas would like to update our customers regarding the NIT to TEP service as it relates to securing future Alberta transport via the NGTL system in Alberta. We would like to advise that there has been a significant change in market forces in the natural gas market in Western Canada, which has resulted in limited transport capacity on NGTL for service from NIT to the Alberta/Saskatchewan border. As a result, TransGas' ability to offer new (incremental) NIT to TEP service is temporarily not available. Existing contracts for NIT to TEP service are not impacted.

TransGas is in ongoing discussions with NGTL and is looking at other alternatives to meet future dated requests. TransGas intends to participate in an NGTL Open Season commencing on November 1, 2017 and closing November 17, 2017. A full discussion will be held with Customer Dialogue members at the upcoming meeting on November 30, 2017 and further communication will be provided to all customers following the meeting.

If you have any questions please call myself, Tanya Lang at 306-777-9811, or Key Account Managers Nicole Sali at 306-777-9503 or Wendy Uytterhagen at (306) 777-9687.

Tanya Lang

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