

July 27, 2018

To: Interested Parties

**Subject: TransGas Limited North West Sask. Receipt and/or Delivery Service,
Non-Binding Open Season**

Non-Binding Open Season Package for North West Saskatchewan Receipt and/or Delivery Service (July 27, 2018 to August 20, 2018)

TransGas Limited (TransGas) hereby announces a Non-Binding Open Season for North West Saskatchewan Receipt and/or Delivery Service (Open Season) to solicit interest from existing and new customers for potential receipt and/or delivery service in the area as shown on the attached TransGas map, in the next five to ten years.

This Non-Binding Open Season is being conducted pursuant to the Terms and Conditions contained within the TransGas Comprehensive Tariff (the Tariff). The Tariff and corresponding terms and conditions are available on the TransGas website located at www.transgas.com.

The Non-Binding Open Season period shall commence on 27 July, 2018 and run through to 20 August, 2018.

Non – Binding Open Season Background and Actions:

TransGas continually assesses their system and customer specific facilities to enable their services to keep up with the growing demand. Saskatchewan currently imports 65% of its natural gas supply. With the increasing delivery growth in northern Saskatchewan and capacity potentially being constrained in the near future, TransGas must understand the needs of receipt and delivery customers in the north. TransGas is also considerate of environmentally sensitive areas that may become involved while serving the province's gas needs. TransGas is interested in determining whether there are gas needs in the north west area of the province. As a result of this interest, TransGas is holding a Non-Binding Open Season to obtain feedback from *existing and future potential customers* with focus on the north west Saskatchewan area.

This Non-Binding Open Season is intended to obtain external feedback to determine:

- the interests of customers for the receipt and/or delivery of gas in the north west,
- future requirements for pipelines and infrastructure to meet the growing demands in the north west,
- the cost for facilities required to enable flows to be received at locations of interest to customers, and
- develop a long term strategy for Alberta Receipt Service.

Once the interests of existing and future potential customers have been determined, TransGas will assess their present system and determine if additional facilities will be required to meet customer's needs. This may also result in TransGas issuing a Binding Open Season in the future, if deemed required, for the area outlined in this Non-Binding Open Season.

Non- Binding Open Season Process:

1) Expression of Interest

Each existing and new receipt and/or delivery service customer participating in the Non-Binding Open Season that wishes to identify their future gas forecast are asked to return the Expression of Interest (EOI) form (please see attached Schedule A). This form specifies the following:

- receipt and/or delivery service land location
- receipt and/or delivery volumes/capacity
- receipt and/or delivery pressure
- contract effective date(s)

Receipt and/or Delivery Service Request Area is indicated on the attached TransGas map A.

The completed Schedule A must be returned no later than 17:00 CST on August 20, 2018. Customers may submit requests for more than one service effective date. Submissions may be couriered or e-mailed to TransGas at the following address:

Attention: Tanya Lang, Director, Customer Services
TransGas Limited
500-1777 Victoria Avenue
Regina, Saskatchewan
S4P 4K5

E-mail: custserv@transgas.com

TransGas will acknowledge the successful receipt of your submitted Schedule A.

2) Assessment and Service Offering

Upon receipt of the Non-Binding Open Season EOI (Schedule A), TransGas will assess the feasibility of a facility expansion, determine what facilities will be needed, and determine the timeliness required to install the facilities.

Before proceeding with any facility requirements, TransGas would issue a Binding Open Season outlining the specific terms and conditions of the service, which is referred to as Letter of Commitment. The customer may elect to proceed or not proceed with the service being offered in response to the Binding Open Season. The customer's execution of the Letter of Commitment will bind the customer to execute an amendment of an existing Schedule of Service, or an applicable Schedule of Service, and a TransGas Service Agreement if one does not already exist. It will also bind the customer to provide a Security Deposit if so requested by TransGas.

Execution of the Letter of Commitment does not constitute a commitment by TransGas to construct facilities or proceed with a service offering. TransGas reserves the right to revise the scope of the proposed project or terminate this process at any time.

TransGas thanks you for your response.

If you have any questions, please contact myself directly at (306)777-9811, or Key Account Managers Wendy Uytterhagen at (306)777-9687, or Alyssa Stoeck at (306)777-9501.

Yours truly,

TRANSGAS LIMITED

Tanya Lang

Director, TransGas Customer Services
Attachments

Schedule A-Expression of Interest: Re: Non-Binding Open Season Letter of July 27, 2018

Request #1: Type of Service (receipt or delivery) _____
Capacity Requested _____ GJ/day
(If available, attach gas production forecast and/or representative gas analysis;
for receipt service only.)
Land Location _____
Anticipated Pressure (for delivery only) _____
Requested In-Service date (dd/mm/yy) _____

Request #2: Type of Service (receipt or delivery) _____
Capacity Requested _____ GJ/day
(If available, attach gas production forecast and/or representative gas analysis;
for receipt service only.)
Land Location _____
Anticipated Pressure (for delivery only) _____
Requested In-Service date (dd/mm/yy) _____

Request #3: Type of Service (receipt or delivery) _____
Capacity Requested _____ GJ/day
(If available, attach gas production forecast and/or representative gas analysis;
for receipt service only.)
Land Location _____
Anticipated Pressure (for delivery only) _____
Requested In-Service date (dd/mm/yy) _____

TOTAL DELIVERY GAS CAPACITY REQUESTED _____ GJ/day
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TOTAL RECEIPT GAS CAPACITY REQUESTED _____ GJ/day

Customer acknowledges that this is a Non-Binding Expression of Interest
this ____ day of _____, 2018.

(Please print company name)

(Signature)

Map A: Receipt and/or Delivery Service Request Area

