

Spectra Energy Proposes New Natural Gas System to Build Opportunities for British Columbia

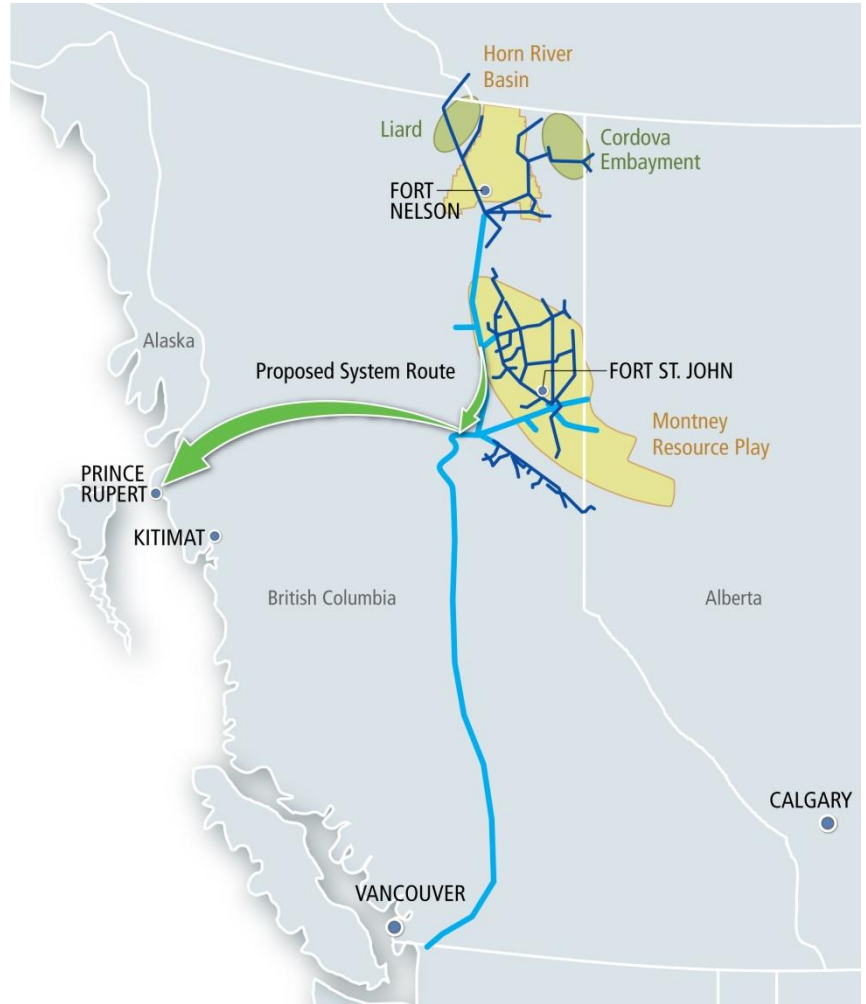
Project Overview

Spectra Energy and BG Group are proposing a new natural gas transportation system from northeast British Columbia to serve BG Group's potential liquefied natural gas (LNG) export facility in Prince Rupert.

With its abundant natural gas supplies, British Columbia has enough natural gas to meet domestic needs and export surplus gas to Asia, where growing markets are looking for cleaner-burning natural gas.

The project represents a continuation of Spectra Energy's 55-year legacy in B.C. Our project planning efforts will focus on continued gathering of local input and ideas.

As part of those planning efforts, Spectra Energy has developed an outreach initiative (www.energyforbc.ca), designed to engage stakeholders in a dialogue on the economic and environmental benefits that natural gas can create in British Columbia.



Project Facts

The proposed system, capable of transporting up to 4.2 billion cubic feet per day of natural gas, would be approximately 850 kilometres (~525 miles) in length and 48 inches in diameter. Early conceptual routes have been developed based on preliminary assessments of environmental, historical, cultural and constructability factors. Spectra Energy continues to engage interested and affected stakeholders, including Aboriginal and local communities, environmental organizations and regulatory agencies, to further refine the proposed project route.

Today, Spectra Energy's natural gas transportation system in B.C. moves about 2.4 billion cubic feet of natural gas a day – enough to heat about 10 million homes for a full year. The system employs more than 850 men and women in B.C., pays nearly \$65 million in property taxes and contributes about \$1 million annually in community investments across the province. The company is nearing completion of a \$1.5 billion expansion program in B.C., which has created more than 1,350 construction jobs and resulted in \$120 million in contracts with Aboriginal and local contractors in the province.

Location:	Northeast British Columbia to Prince Rupert
Length:	~850 km (~525 mi)
Capacity:	4.2 billion cubic feet per day
Partner Companies:	Spectra Energy and BG Group
Ownership Interest:	Equal interests (50%)
Targeted Construction:	Commencing 2015
Targeted In-Service:	2019



Project Benefits

We expect this project to provide significant benefits to B.C. including:

- **Good Jobs:** The project will bring quality jobs to B.C. – more than 4,000 jobs over the course of construction and 50 to 60 permanent positions upon project completion.
- **Business Opportunities:** The project will create demand for a range of goods and services – everything from heavy equipment and industrial parts to catering, hotel rooms and office supplies. Spectra Energy will partner with local and Aboriginal businesses for procurement.
- **Environmental Integrity:** Natural gas is the cleanest conventional fuel available today. By continuing to use clean-burning natural gas in B.C., and making surplus natural gas available to Asian markets seeking cleaner energy sources, B.C. can play an important role in environmental stewardship.
- **Economic Growth:** The project's economic scope is far greater than our potential investment when you consider the multiplier effect – and its ability to spur B.C. economic growth and global competitiveness.
- **Community Investment:** Spectra Energy looks forward to continuing and expanding our tradition of community investment and engagement. As we continue to meet with project stakeholders, we will identify needs and opportunities – and collaborate on ways to build long-term stability for families, communities and local economies.

Project Partners

The proposed project is being developed by a partnership of Spectra Energy and BG Group. Spectra Energy will be responsible for project construction and operations.

- **Spectra Energy** is one of North America's leading natural gas infrastructure companies and has deep roots in British Columbia. Today, Spectra Energy processes and transports 60 percent of the natural gas produced in B.C.
- **BG Group** is a leading player in the global energy market, with operations in more than 20 countries over five continents. Headquartered in the United Kingdom, BG Group has broad experience across the entire natural gas chain. BG Group's LNG activities combine liquefaction and regasification facilities with the purchasing, shipping, marketing and sale of LNG.

For Further Information

Learn more about this new pipeline and the benefits it offers B.C. by visiting www.energyforbc.ca or calling toll free 855.757.4755.

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