SYSTEM UTILIZATION AND RELIABILITY MONTHLY REPORT

for the month ending May, 2012

Published date: July 19, 2012

Highlights This Month:

- The commercial integration of ATCO Pipelines (AP) into the Alberta System occurred on October 1, 2011. The throughput data reported for the Alberta system includes ATCO Pipeline System flows as of October 1, 2011. The Summer 2011 seasonal design capabilities were maintained preintegration levels and applied for the majority of the Summer 2011 season.
- The average actual flow for the dominant flow condition in each of the Alberta design areas is compared against the corresponding design capability to obtain a measure of pipeline utilization. Consequently, design capability utilization is measured as Average Actual Flow / Seasonal Design Capability.
- FT Receipt Availability over a 3 month average from March 1, 2012 May 31, 2012 was deemed to be 100% available in all pipe segments.
- Border Availability at Empress/McNeill, Gordondale and Alberta/BC, over a 3 month average from March 1, 2012 May 31, 2012 were all deemed 100% available.
- The Firm Transportation service contract utilization table (page 3 of this report) illustrates the FT and TF + IT utilization for receipts and deliveries.
- The actual flow for the Eastern Alberta Mainline (James River to Princess) Delivery Capability Utilization Chart on page 15 is revised in this report to exclude the flow to the ATCO Pipeline Greater Calgary Area for the period starting from ATCO Pipeline Commercial Integration on October 1, 2011 to the month ending May, 2012.

NOVA Gas Transmission Ltd.



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If you have any questions on the content of this report, contact Chiu Chow at (403) 920-5313 or via fax at (403) 920-2379.



FIRM TRANSPORTATION SERVICE¹ CONTRACT UTILIZATION³

By NGTL Pipeline Segments May 2012

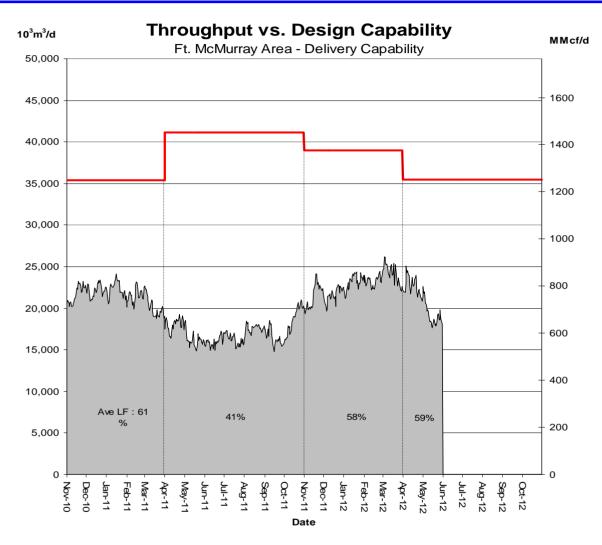
			elivery Receipt					
		Deliv	ery May CD	Rec	May CD			
Segment		Utilization	(TJ/d)	Utilization	(MMcf/d)			
UPRM	FT $FT + IT^2$	3% 3%	25.4	78% 87%	89			
LPRM	FT FT + IT	0% 0%	0.0	0% 0%	0			
PRLL	FT FT + IT	32% 32%	43.1	92% 100%	151			
NWML	FT FT + IT	0% 0%	0.0	83% 85%	333			
GRDL	FT FT + IT	15% 34%	4.7	73% 76%	1,205			
WRSY	FT FT + IT	0% 0%	0.0	82% 89%	29			
WAEX	FT FT + IT	13% 25%	42.4	59% 79%	394			
JUDY	FT FT + IT	34% 35%	16.6	96% 108%	74			
GPML	FT FT + IT	23% 27%	167.6	82% 89%	3,014			
CENT	FT FT + IT	70% 73%	9.8	94% 115%	863			
LPOL	FT FT + IT	27% 34%	82.6	94% 123%	570			
WGAT	FT FT + IT	63% 64%	3,204.0	88% 95%	517			
ALEG	FT FT + IT	31% 42%	315.3	96% 118%	905			
SLAT	FT FT + IT	18% 19%	178.3	97% 111%	259			
MLAT	FT FT + IT	73% 76%	262.1	91% 111%	223			
BLEG	FT FT + IT	53% 53%	142.6	95% 109%	601			
EGAT	FT FT + IT	98% 117%	3,750.3	98% 121%	44			
MRTN	FT FT + IT	16% 17%	28.1	83% 100%	88			
LIEG	FT FT + IT	77% 99%	775.8	65% 111%	52			
KIRB	FT FT + IT	76% 83%	781.8	80% 152%	49			
SMHI	FT FT + IT	68% 70%	12.1	79% 115%	54			
REDL	FT FT + IT	19% 23%	13.1	90% 120%	52			
COLD	FT FT + IT	62% 108%	56.8	95% 128%	30			
EDM	FT FT + IT	36% 38%	1,709.4	74% 101%	84			
NLAT	FT FT + IT	29% 33%	16.0	95% 117%	181			
WAIN	FT FT + IT	9% 9%	0.5	83% 101%	12			
ELAT	FT FT + IT	71% 76%	256.5	91% 113%	171			
TOTAL SYSTEM	FT FT + IT	69% 78%	11,895.3	85% 99%	10,048			

- *NOTE:
 1. FT includes all receipt and delivery Firm Transportation Services: FTR, FTRN,
 2. IT includes all receipt and delivery Interruptible Services: ITR, FRO, ITD1, ITD2,
 3. Utilization data is based on billed monthly volumes. Percent utilization calculated billed volumes divided by applicable receipt or delivery Contract level.



DESIGN CAPABILITY UTILIZATION FT. McMURRAY AREA – FLOW WITHIN





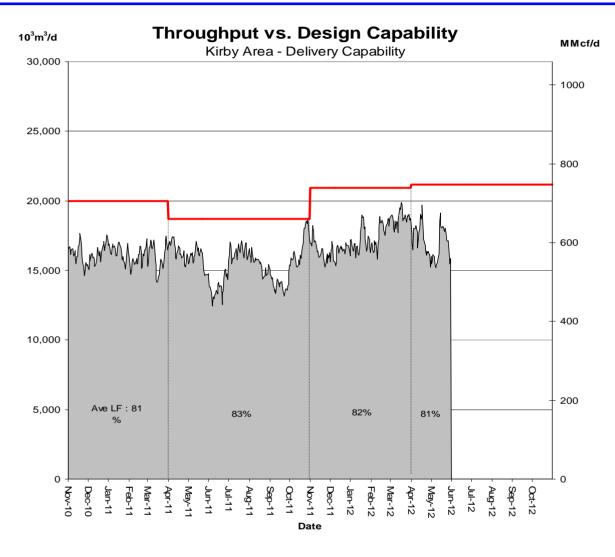
Throughput —Capability

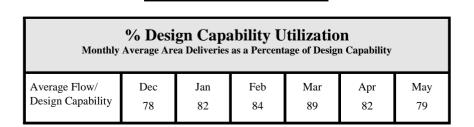
% Design Capability Utilization Monthly Average Area Deliveries as a Percentage of Design Capability								
Average Flow/ Design Capability	Average Flow/ Dec Jan Feb Mar Apr May Design Capability 55 60 60 62 64 54							



DESIGN CAPABILITY UTILIZATION KIRBY AREA – FLOW WITHIN





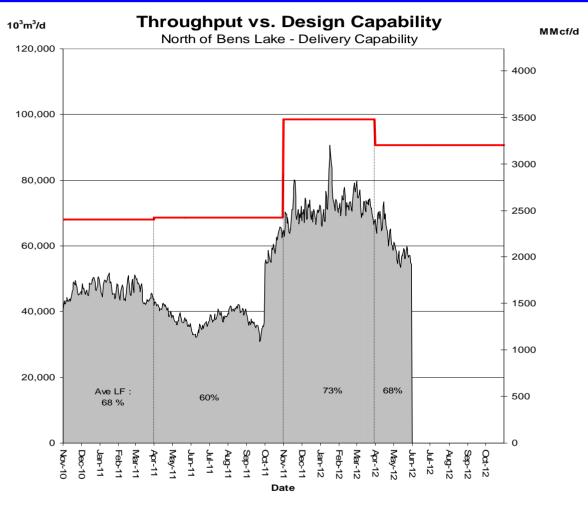


Capability



DESIGN CAPABILITY UTILIZATION NORTH OF BENS LAKE – FLOW WITHIN





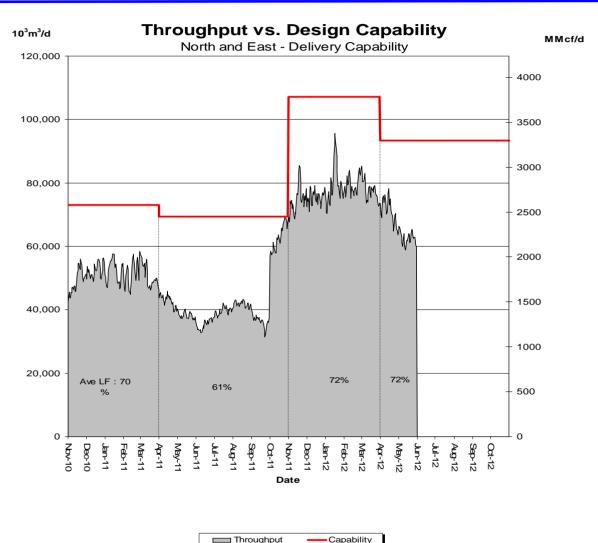
% Design Capability Utilization Monthly Average Area Deliveries as a Percentage of Design Capability							
Average Flow/	Dec	Jan	Feb	Mar	Apr	May	
Design Capability	71	76	75	73	73	63	

Capability



DESIGN CAPABILITY UTILIZATION NORTH & SOUTH OF BENS LAKE – FLOW WITHIN



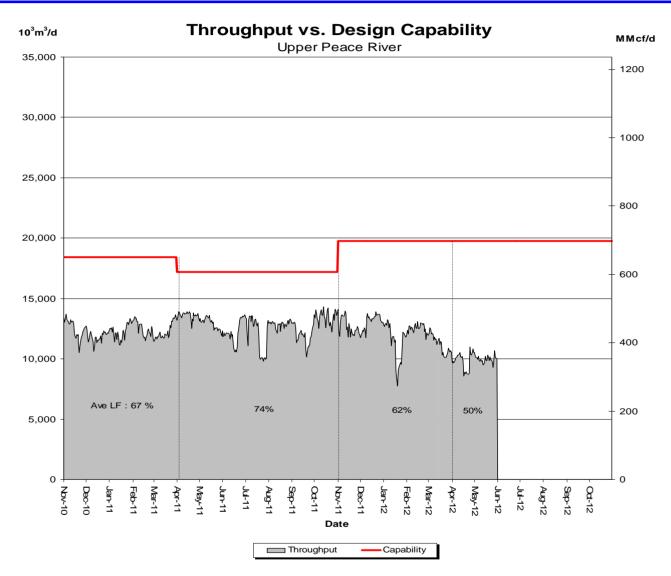


% Design Capability Utilization Monthly Average Actual Area Deliveries as a Percentage of Design Capability						
Average Flow/ Dec Jan Feb Mar Apr May Design Capability 70 74 74 72 76 67						



DESIGN CAPABILITY UTILIZATION UPPER PEACE RIVER



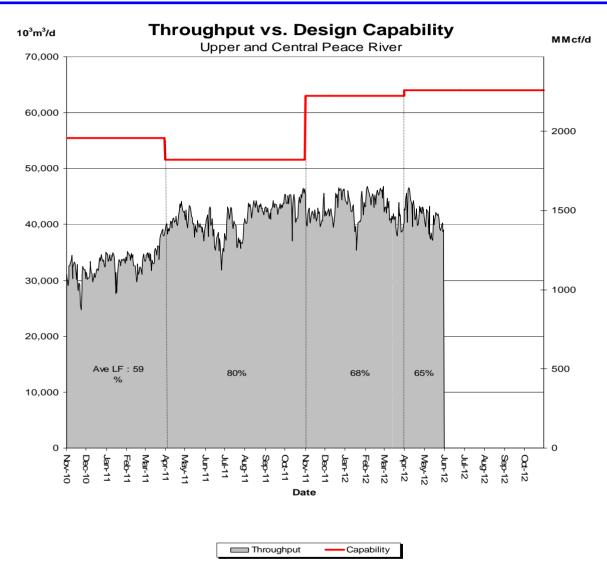


% Design Capability Utilization Monthly Average Actual Flow as a Percentage of Design Capability								
Average Flow/ Design Capability	Average Flow/ Dec Jan Feb Mar Apr May Design Capability 66 57 63 57 50 50							



DESIGN CAPABILITY UTILIZATION UPPER and CENTRAL PEACE RIVER





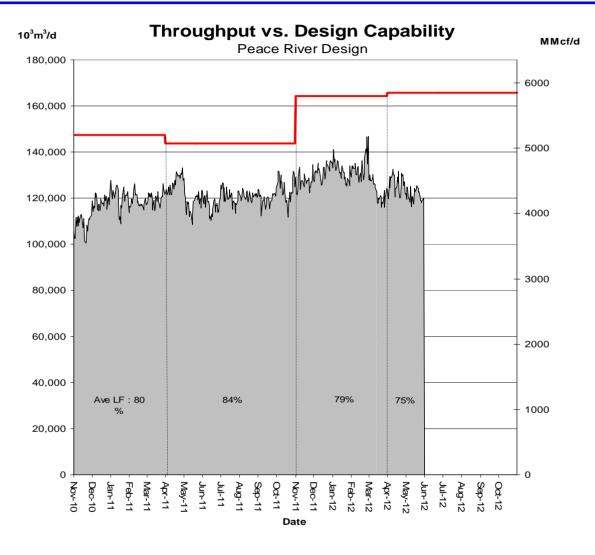
% Design Capability Utilization Monthly Average Actual Flow as a Percentage of Capability								
Average Flow/ Design Capability								



DESIGN CAPABILITY UTILIZATION PEACE RIVER DESIGN

(Upper, Central and Lower Peace River)





% Design Capability Utilization Monthly Average Actual Flow as a Percentage of Design Capability							
Average Flow/ Dec Jan Feb Mar Apr May Design Capability 80 80 81 75 76 73							

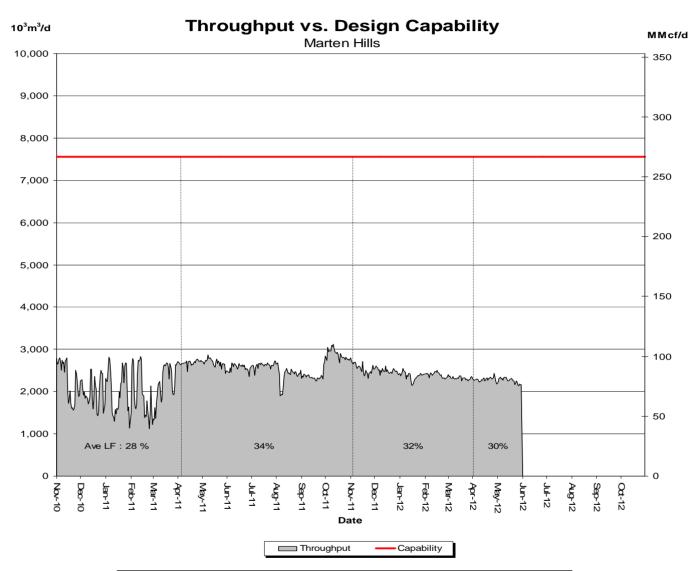
Throughput

Capability



DESIGN CAPABILITY UTILIZATION MARTEN HILLS



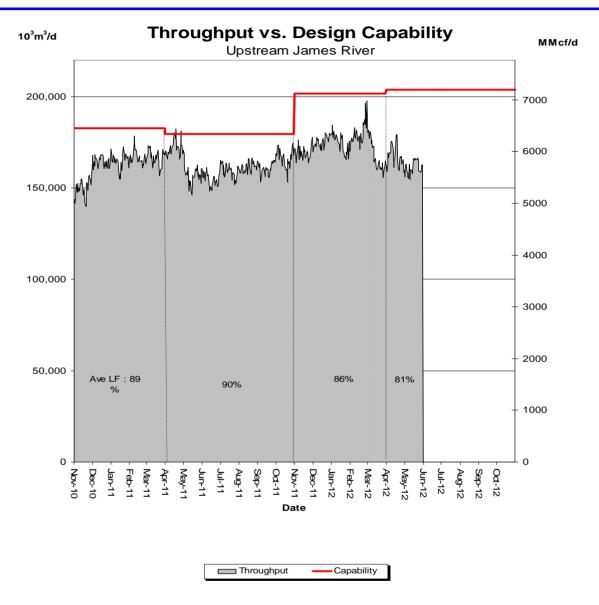


% Design Capability Utilization Monthly Average Actual Flow as a Percentage of Design Capability							
Average Flow/	Dec	Jan	Feb	Mar	Apr	May	
Design Capability	33	31	32	31	30	30	



DESIGN CAPABILITY UTILIZATION UPSTREAM JAMES RIVER

(Edson Mainline, Peace River Design and Marten Hills)

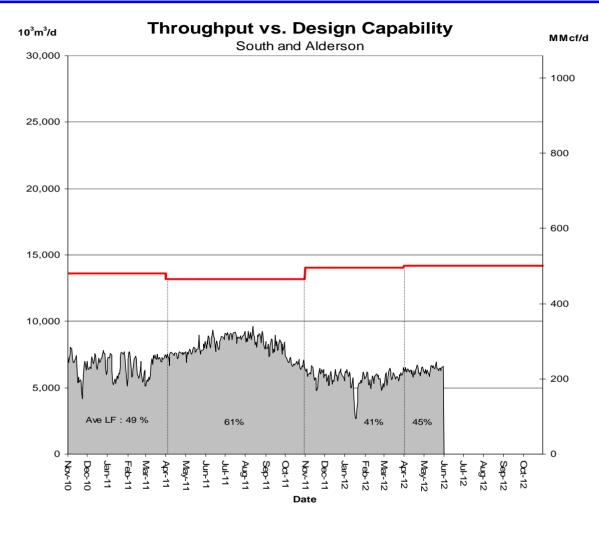


% Design Capability Utilization Monthly Average Actual Flow as a Percentage of Design Capability								
Average Flow/ Design Capability								



DESIGN CAPABILITY UTILIZATION SOUTH and ALDERSON





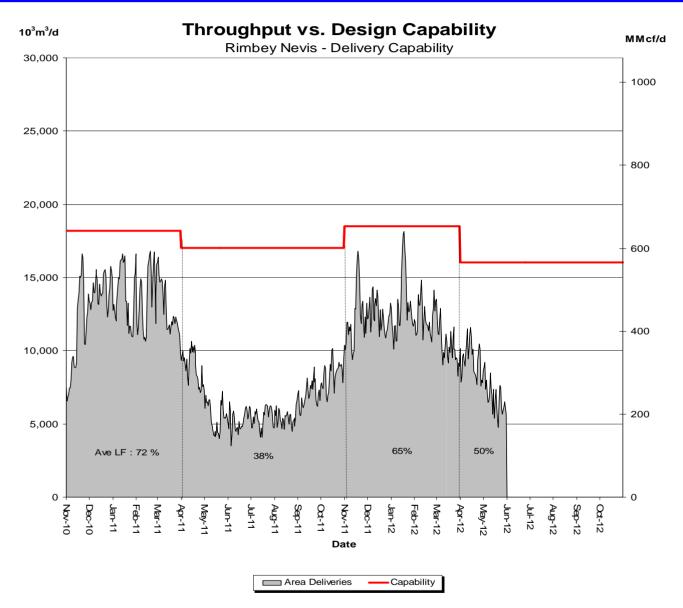
% Design Capability Utilization Monthly Average Actual Flow as a Percentage of Design Capability								
Average Flow/ Design Capability								

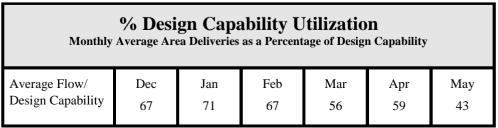
Capability



DESIGN CAPABILITY UTILIZATION RIMBEY-NEVIS – FLOW WITHIN





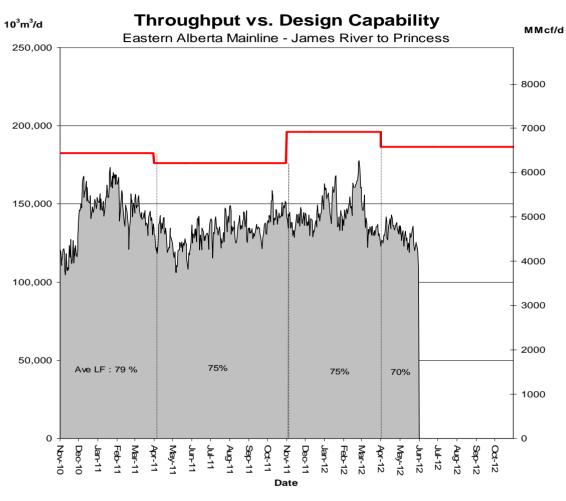




DESIGN CAPABILITY UTILIZATION EASTERN ALBERTA MAINLINE

(James River to Princess)





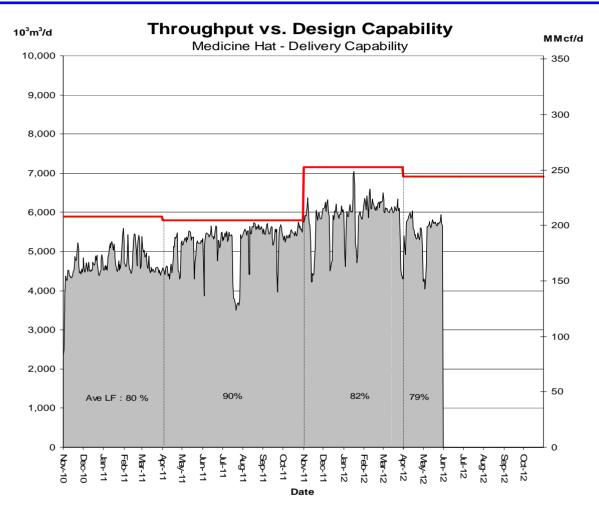
% Design Capability Utilization Monthly Average Actual Flow as a Percentage of Design Capability						
Average Flow/	Dec	Jan	Feb	Mar	Apr	May
Design Capability	72	77	79	69	72	68

Capability



DESIGN CAPABILITY UTILIZATION MEDICINE HAT – FLOW WITHIN





% Design Capability Utilization Monthly Average Area Deliveries as a Percentage of Design Capability								
Average Flow/	Dec	Jan	Feb	Mar	Apr	May		
Design Capability	81	81	87	82	80	79		

Capability

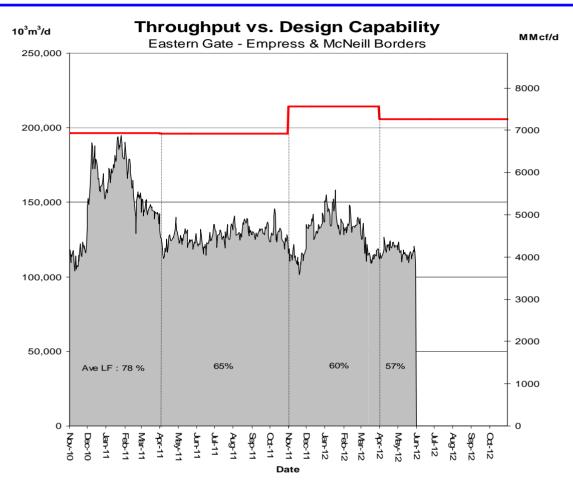
Area Deliveries



DESIGN CAPABILITY UTILIZATION EASTERN ALBERTA MAINLINE

(Princess to Empress / McNeill)





% Design Capability Utilization Average Actual Flow as a Percentage of Design Capability							
Average Flow / Design Capability	Dec	Jan	Feb	Mar	Apr	May	
	83	66	63	55	58	56	

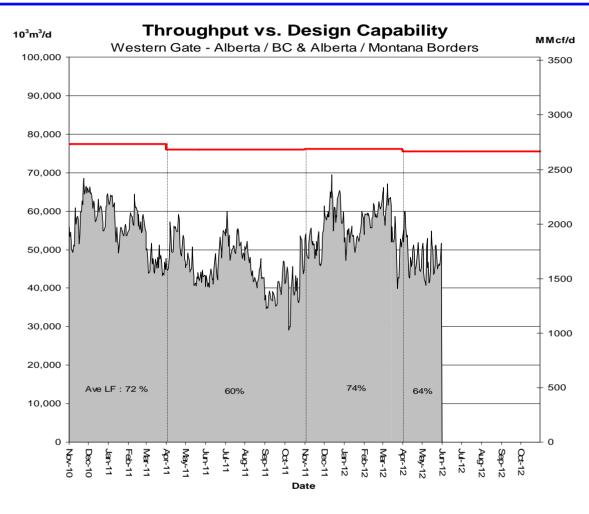
Capability



DESIGN CAPABILITY UTILIZATION WESTERN ALBERTA MAINLINE

(Alberta/B.C. and Alberta/Montana Borders)





% Design Capability Utilization Average Actual Flow as a Percentage of Design Capability								
Average Flow /	Dec	Jan	Feb	Mar	Apr	May		
Design Capability	80	70	78	73	65	63		

Capability



HISTORICAL TRANSPORTATION SERVICE AVAILABILITY

March 1, 2012 to May 31, 2012 (3 Month Average)

Receipt Area		IT-R Service	Firm Service	Firm Service	rm Service % CD		Causes/Comments (3)
		Available	Available	Restriction	Restricted ⁽¹⁾		
	Segment	(% of time)	(% of time)	(% of time)	Max	Average	
Peace River	UPRM 1	100	100	0	0	0	
	PRLL 2	100	100	0	0	0	
	NWML 3	100	100	0	0	0	
	GRDL 4	100	100	0	0	0	
	WAEX 5	100	100	0	0	0	
	JUDY 24	100	100	0	0	0	
	WRSY26	100	100	0	0	0	
	LPRM 27	100	100	0	0	0	
	GPML 7	100	100	0	0	0	
Central	CENT 8	100	100	0	0	0	
	LPOL 9	100	100	0	0	0	
North & East Upstream	LIEG 10	100	100	0	0	0	
of Bens Lake	KIRB 11	100	100	0	0	0	
	MRTN 6	100	100	0	0	0	
	SMHI12	100	100	0	0	0	
	REDL 13	100	100	0	0	0	
	COLD 14	100	100	0	0	0	
Downstream of	NLAT 15	100	100	0	0	0	
Bens Lake	ELAT 16	100	100	0	0	0	
	WAIN 23	100	100	0	0	0	
Rimbey/Nevis	ALEG 17	100	100	0	0	0	
Eastern Mainline	BLEG 18	100	100	0	0	0	
	EGAT 19	100	100	0	0	0	
	MLAT 20	100	100	0	0	0	
	SLAT 22	100	100	0	0	0	
Western Mainline	WGAT 21	100	100	0	0	0	



FUTURE FIRM TRANSPORTATION SERVICE AVAILABILITY (MAINLINE RESTRICTIONS)

Receipt and Delivery Firm Transportation Guidelines

Firm Transportation Location	Authorize Firm Transportation Service By	To Ensure Firm Transportation Service By
Summer construction (generally south of Edmonton)	November 2012	November 2014
Winter construction (generally north of Edmonton)	November 2012	April 2015

If your needs for firm transportation service arise after the above dates to "Authorize Firm Transportation Service By", NGTL will evaluate your new receipt firm transportation service or firm service transfer requests on a date-stamped basis.

Please consult with your Customer Sales Representative to discuss your Firm Transportation Service needs.

Estimated Firm Transportation Service Availability

Please refer to the following web site for current FT-R Availability Map:

http://www.transcanada.com/customerexpress/docs/ab_ftr_availability_map/external_map.pdf

Please refer to the following web site for current FT-D Availability Map:

http://www.transcanada.com/customerexpress/docs/ab_ftd_availability_map/mapavailability.pdf



HOW TO USE THIS REPORT

Overview

This report contains recent historical information on the level of utilization of firm transportation Service Agreements on the NGTL system, relative usage of interruptible service, level of utilization of design pipeline capacity, and the availability of transportation services as an indication of system reliability.

Data is reported either by *Pipeline Segment* (26 on the system) or *Design Area* (13 on the system). Maps of both are included in the reference section.

Firm Transportation Service Contract Utilization

The Firm Transportation Service Contract Utilization report shows the percent utilization for each of the 26NGTL pipeline segments and 3 major export delivery points comprising the total system. The utilization data is based on billed monthly volumes. Percent utilization is calculated as firm transportation service and firm transportation service + interruptible service divided by applicable receipt or delivery contract level. Historical Data involving billed volumes lags the current date by approximately two months.

Design Capability Utilization

The load factor/segment flow graphs show actual flow versus design capability values for various NGTL system areas. The graphs also show seasonal (winter/summer) design capability and average load factors for each season. Data used in these reports lags the current date by one month.

Design Flow Capability utilization is a function of several factors that include:

- Total market demand for Alberta natural gas.
- Seasonal changes in market demand for Alberta natural gas.
- Receipt nominating practices of customers individually and in aggregate to meet that level of demand.
- Effect of scheduled maintenance on actual flow requirement in a design area at any given time.
- Design assumptions used in determining required segment flow requirement.



HOW TO USE THIS REPORT - continued

Historical Transportation Service Availability

Transportation Service Availability is a system utilization measure that identifies the degree to which firm and interruptible transportation services are available on the NGTL system. It includes the historical frequency of service restriction experienced by the gas transmission network by service type and by pipeline segment.

The data shows the percentage of a given time period that a service type was available for a given section of the system. Service availability less than 100 percent means that some level of transportation service has been restricted for a portion of the time period.

Priority of transportation service on the NGTL system is firm transportation service, and then interruptible (IT). If transportation is restricted within a segment, all service within that segment of a lower priority will be affected.

Service availability is affected by a number of factors including scheduled and unscheduled maintenance, construction or other outages.

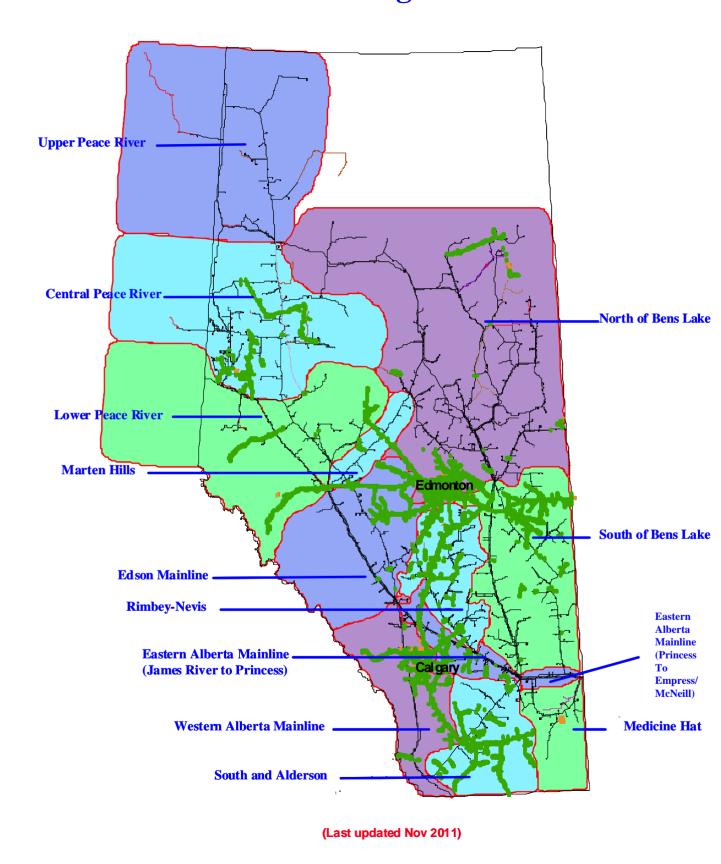
As a monthly feature the Historical Transportation Service Availability is shown as a three-month rolling average of transportation availability.

Future Firm Transportation Service Availability

The Future Firm Transportation Service Availability report presents guidelines and timing for all future firm transportation service requests.

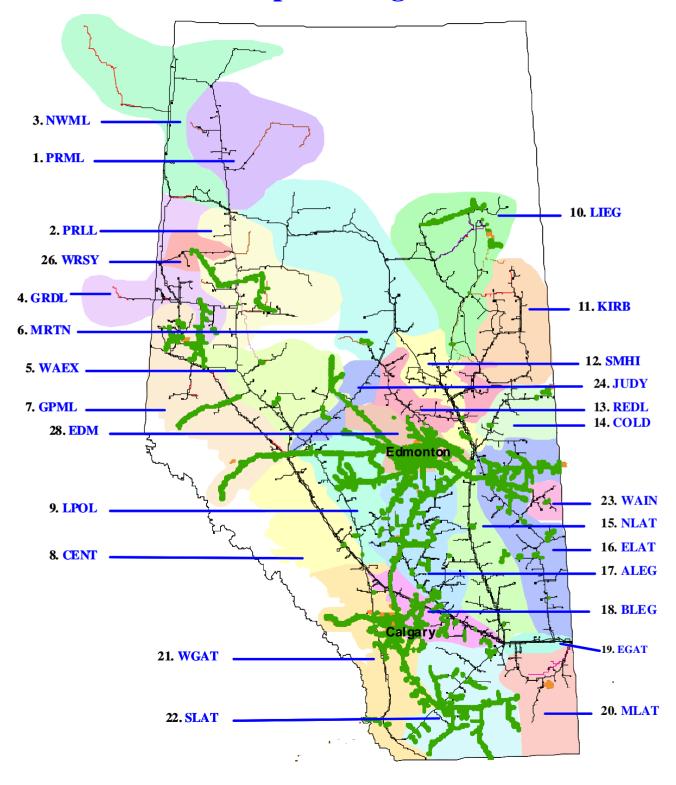


NGTL Design Areas





NGTL Pipeline Segments



DEFINITION OF TERMS

Design Capability Utilization

Actual Flow

The amount of gas flowing within or out of our design area.

Design Capability

The volume of gas that can be transported at various points on the pipeline system considering design assumptions.

AVGLF (Average Load Factor)

The ratio between average *Actual Flow* and *Design Capability*. It is calculated for every design season (summer/winter) as shown on the graphs.

Intra-Alberta Deliveries

The amount of sales gas flowing off the system within an area.

Receipt Flow

Aggregate of actual receipts within an area and the *Actual Flow* of the upstream area.

Historical Transportation Service Availability

Average % CD Restricted

The average percentage of the entire segment receipt contract demand restricted during periods of restriction.

Firm Service Available

The percentage of time that all requested firm transportation service requests were transported within a segment.

Firm Service Restriction

Percentage of time firm service is restricted.

IT-2 Service Available

The percentage of time that IT-2 service requests were transported.

Max % CD Restricted

The maximum percentage to which the entire segment contract demand was restricted.

Other

System Load Factor

The volume weighted average of the Average Load Factor (AVGLF) of all design areas on the system

