

Alliance Pipeline Limited Partnership (Alliance)

Open Season for Firm Seasonal Service for November 1, 2018 through March 31, 2019

July 11, 2018

As per the Alliance Transportation Tariff (Tariff) and the Alliance Transportation Access Policy (ATAP), Alliance is currently posting a Binding Open Season (OS) for Seasonal Services. Alliance will be accepting bids for Seasonal Service that have a start date of November 1, 2018 and end date of March 31, 2019. In this OS, Seasonal Service includes:

- Firm Delivery Service - Seasonal (FDSS)

Bid Floors and capacity available are set out below. Bids submitted in the OS at or above the applicable Bid Floor will be considered by Alliance during the capacity award process.

Capacity awarded in this OS will be subject to applicable fuel requirements, surcharges and other charges in effect from time to time and will be subject to the terms and conditions of the Tariff, including the General Terms and Conditions and applicable Toll Schedules and Service Agreements, as approved by the National Energy Board from time to time.

Eligibility information is located at the end of this document.

Open Season Procedure Highlights

- OS will commence immediately and Requests for Service (RFS) must be received by Alliance via the Customer Activities Web Site (CAW) by the end of the OS on July 18, 2018 at 12:00 p.m. CCT.
- Bids are for a start date of November 1, 2018 and end date of March 31, 2019.
- Each requested path must be on an individual electronic Request for Service (RFS) on the CAW.
- System Segment Capacity: **Some posted segments share common capacity. A successful bid on one system segment may reduce the capacity available on another system segment.**
- For Delivery Service, the Service Applicant may state whether there is a concurrent requirement for corresponding transport on the U.S. Pipeline (please use the “Text” sub-tab in the RFS to indicate concurrent requirements).
 - In the event that the Service Applicant has indicated in the RFS that there is a concurrent requirement for corresponding transport on the U.S. Pipeline but the Service Applicant is unable to obtain such required corresponding transport and/or service, then the RFS will be rejected.
- Alliance Pipeline L.P., the U.S. Transporter, has provided notification that concurrent capacity is available on the U.S. Pipeline at a fixed FT-1 Recourse Rate of US\$10.75/Dth/month (US\$0.3534/Dth/d or US\$0.3888/Mcf).¹

¹ Thermal Conversion Factor of 1,100 Btu per cf.

- No request for Seasonal Service shall be awarded by Alliance for less than the minimum Contracted Capacity specified by the Service Applicant.
- There are no Relocations or Renewal Rights associated with any Seasonal Service in this OS.

How to Bid and Award Timeframe

Service Applicants must submit a separate RFS for each path through Alliance’s CAW (for both Canadian Service and any concurrent FT-1 on the U.S. Pipeline). The awarding of Capacity will be pursuant to the applicable Toll Schedules and General Terms and Conditions in Alliance’s Tariff and will also be consistent with Section 5.4 of the ATAP. If Service Applicants have satisfied the creditworthiness requirements and have executed all other required documents, as applicable, in accordance with Alliance’s Tariff, Alliance will award Seasonal Capacity as soon as possible and in no event longer than five (5) business days after the close of the OS. If such requirements have not been satisfied, Alliance will notify all Service Applicants that have been conditionally awarded Seasonal Capacity as soon as possible and in no event longer than five (5) business days after the close of the OS. These Service Applicants will then have two (2) business days to provide the satisfactory financial assurances and documentation to Alliance.

Table 1: Available FDSS (ATP to Delivery location of CX) Bid Floor

	Canadian Delivery		Load Factor
	Service Bid Floor (CAD \$)		
	\$/mcf/d	\$/10 ³ m ³ /d	Percentage
Firm Delivery Service	\$0.2881	\$10.1688	125%

- Firm Delivery Service has available capacity of 1,445 10³ cubic meters per day

Table 2: Available Delivery Points for Corresponding United States FT-1 Capacity

DMS	US Delivery Point
IL01	Northern Illinois Gas Company
IL02	Natural Gas Pipeline Company of America
IL03	Midwestern Gas Transmission
IL04	The Peoples Gas Light and Coke Company
IL05	ANR Pipeline Company
IL06	Vector Pipeline
IL10	Guardian Pipeline, L.L.C.

- Please note that ACE, the Alliance Chicago Exchange is not an eligible delivery point in this OS.

Questions

If you have any questions regarding the RFS submission process, please contact:

David Fisher – 403-817-5451 dfisher@pembina.com

Eligibility

Prior to submission of a RFS, Service Applicants must have prequalified by meeting the requirements of Article 8 (Requests for Services) and, to expedite the award process, Article 26 (Financial Assurances) of the General Terms and Conditions in Alliance's Tariff. Capacity cannot be unconditionally awarded unless Service Applicant has met Alliance's credit requirements and all other requirements for Seasonal Service in the Tariff and this OS notice.

In order to confirm your eligibility for bidding and/or obtain access to Alliance's Customer Activities Web Site, please contact a Business Development Manager:

Jason Feit – 403-517-6361

Carolyn May Ross – 403-517-7781

Jason Blaker – 403-802-6697

Sheikh Yousaf -403-517-6511

In order to confirm or establish creditworthiness, please contact:

Sharon Chen-Xue – 403-517-7738 schenxue@pembina.com

or credit@alliancepipeline.com