

Meeting No. 74
April 22, 2009

Financial Update

TransGas updated Customer Dialogue on its 2008 financial performance following tabling of the SaskEnergy annual report in the Provincial Legislature. The TransGas core net income was \$10.6 million, down from the budget level of \$17.6 million. The major reason for the shortfall was lower flows on the system caused by lower natural gas production in the province. The annual report can be found on the TransGas web site (www.transgas.com) under "Newsroom" - "Annual Report".

TransGas also updated Customer Dialogue on its 2009 first quarter financial performance. The net income was down by \$1.8 million from budget due to a combination of factors, some of which are one time events and others are expense timing issues. It was not felt that this was necessarily indicative of what the overall 2009 performance will be and much too early to be considering any rate action as a result of the performance to date.

Straddle Plant

TransGas updated Customer Dialogue on this initiative, indicating it has received responses to its Request for Proposal but is still evaluating the responses.

Hatton Low Pressure Service

TransGas updated Customer Dialogue on the initial pressure test performed in March. It went as expected with little impact on the producers in the area. However, as the weather was cool during the test, it has been decided to conduct a further test in May to verify the results with warm weather.

Business Update

The regular Business Update was provided: this information can be found on the TransGas web site (www.transgas.com) under "Newsroom" - "Business Update".

If you have any questions arising from this meeting, or of the TransGas Customer Dialogue Process in general, please contact Vern Gorr at (306) 777-9556.

