

May 25, 2010
To: All TransGas Limited Customers

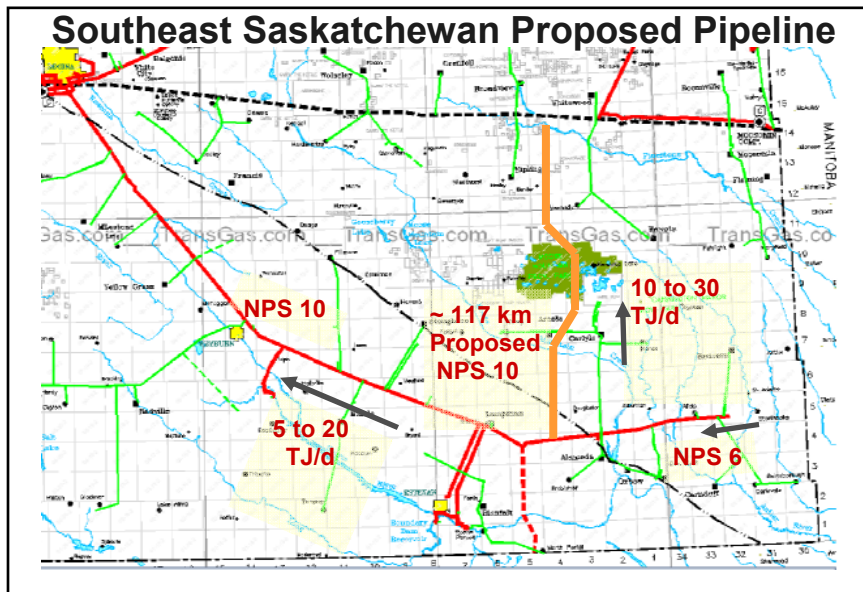
Southeast Saskatchewan Proposed Pipeline

TransGas Limited (TransGas) is now well into the approval stages to build a new natural gas transmission pipeline in the southeast corner of Saskatchewan. The proposed pipeline will stretch north from a point near the town of Alameda to interconnect with an existing TransGas lateral near the town of Whitewood, a total distance of approximately 117 kilometres. The route for the NPS 10 pipeline has been surveyed and the majority of the required easements have been acquired.

When operational, the pipeline will have capacity to transport up to 35 TJ/day of natural gas. This additional capacity will encourage producers in the area to conserve natural gas that may have otherwise been flared. This pipeline will not only enhance take away capacity in the area, it will also fit very well with TransGas' commitment to the environment by reducing the amount of CO₂ emissions associated with the flaring of natural gas that has resulted from the high levels of oil activity in this area of the province.

The pipeline's proposed routing has also been chosen with the environment in mind. The pipeline will cross over 170 parcels of land, of these, 100 parcels already contain TransGas infrastructure. Furthermore, the route will avoid Moose Mountain Provincial Park, one of Saskatchewan's most beautiful recreation areas.

Construction is planned to begin in August, 2010 and the pipeline should be complete and in service by December, 2010.



We at TransGas are excited with the prospect of increasing our capacity to serve the growing needs of the Saskatchewan economy while contributing to the reduction of greenhouse gases in our atmosphere. If you have any questions on the new proposed pipeline, please call me at (306) 777-9811.

Wendy Klinger
Director, TransGas Customer Services