Building on the Promise of LNG Canada

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What is LNG Canada?
A Company that will export Canadian natural gas to Asian markets from North America’s West Coast for the first time
A Company that transports abundant supply of natural gas to a liquefaction facility in Kitimat, BC.
A Company that has built relationships with Indigenous groups at the facility and along the shipping route.
A Company that achieved FID on October 1, 2018 surrounded by a diverse group of stakeholders and First Nations
The largest private sector investment in Canadian history
What did LNG Canada do that was new and different?
Assembled a powerful international Joint Venture seven years before FID, and then added Petronas.
Adopted a “bring your gas”, “lift and sell your own LNG” business model
Simplified a complex value chain by allocating responsibility to those best able to execute
Satisfied demanding regulators: CEAA, OGC, EAO, NEB
Designed for LNG with the lowest CO$_2$ emissions/tonne in the world
Used an aero derivative gas turbine in an LNG facility for the first time; efficiency provides low CO2 footprint and maximum production
Achieved unprecedented support from community and Indigenous people
What makes LNG Canada competitive?
World-class unconventional gas/liquids Montney ensures supply certainty for many decades to come
Short sailing distance to Asia

10 day sailing time to Asia
A competitive fiscal framework resulting from our work with three levels of government
AECO lower than Henry Hub

USD/MMBtu

AECO basis: under -0.5 USD/MMBtu

AECO basis: over -1 USD/MMBtu

2014 2015 2016 2017

Henry Hub

AECO
Reduction in costs, increase in production efficiency by using every lever available

<table>
<thead>
<tr>
<th>Execution Schedule</th>
<th>Fiscal</th>
<th>Increased production per train</th>
<th>Minimum Capex and Opex</th>
<th>RFP</th>
</tr>
</thead>
<tbody>
<tr>
<td>• Minimized through modularization</td>
<td>• Persistence on tax and fiscal competitiveness</td>
<td>• Gas composition • Stream days</td>
<td>• BCH • Owners’ cost • Shipping • Value chain • Staffing • Pipeline Capex and Opex • Contingency</td>
<td>• Competitive process for EPC lump sum construction contract</td>
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</table>
How are we building Canada’s largest infrastructure project?
By aspiring to be the Safest Project on Earth

<table>
<thead>
<tr>
<th>CGL PIPELINE</th>
<th>MODULE FABRICATION YARDS</th>
<th>KITIMAT PLANT SITE</th>
<th>JVP SCOPE</th>
</tr>
</thead>
<tbody>
<tr>
<td><img src="image1" alt="CGL Pipeline Image" /></td>
<td><img src="image2" alt="Module Fabrication Yards Image" /></td>
<td><img src="image3" alt="Kitimat Plant Site Image" /></td>
<td><img src="image4" alt="JVP Scope Image" /></td>
</tr>
<tr>
<td><strong>17 MILLION</strong>&lt;br&gt;EXPOSURE HOURS</td>
<td><strong>40 MILLION</strong>&lt;br&gt;EXPOSURE HOURS</td>
<td><strong>30 MILLION</strong>&lt;br&gt;EXPOSURE HOURS</td>
<td><strong>270 MILLION</strong>&lt;br&gt;KILOMETRES EXPOSURE</td>
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<tr>
<td><img src="image5" alt="6 Million Diameter Inch Welding on 48&quot; Pipe" /></td>
<td><img src="image6" alt="1,500 pneumatic tests at the module yard" /></td>
<td><img src="image7" alt="2,000 at site" /></td>
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By making LNG Canada a collaboration with stakeholders, First Nations and partners

- BC Hydro
- Haisla Nation
- Other First Nations
- District of Kitimat
- Government of BC
- Government of Canada
- CEAA, EAO, OGC, NEB
- Joint Venturers
- The Community
- WorkSafe BC
- CGL
- RioTinto
- JGC Fluor
- General Electric
- ITA, BCCA, ICBA
- Labour Providers
By transforming from project design into facility construction
By working with an EPC on a lump sum basis
By fabricating modules in multiple yards with a proven track record
By providing opportunity for First Nations business, local companies, BC and Canadian businesses
By attracting a Canadian workforce to an historical project
LNG Canada: The first Canadian LNG export facility