



Gas Distribution

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Key Messages

- Deliver strong, predictable, risk-adjusted returns
- Leverage low cost and abundant fuel source to enhance competitiveness of core franchise
- Execute record \$3B core business growth capital program
- Build optionality to extend growth in new areas

Gas Distribution Footprint

Largest gas distribution franchise in Canada
serving over 2 million customers



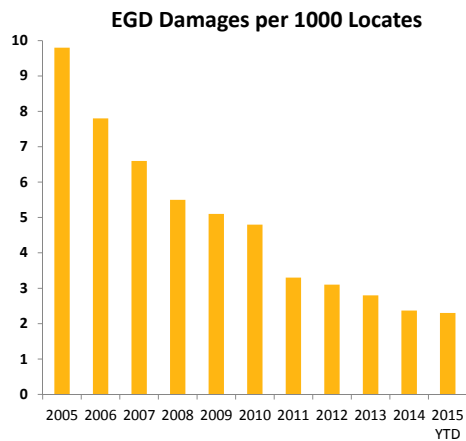
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Safety and Reliability

Safe and reliable operations are fundamental
to a strong natural gas franchise

- Strong safety record enhances credibility with customers and regulators
- Focus areas:
 - System integrity
 - Damage prevention
 - Emergency response

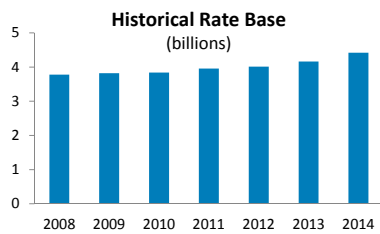
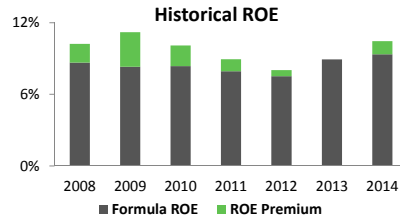


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Strategic Positioning

Stable low risk business delivers strong risk-adjusted returns and foundation for growth



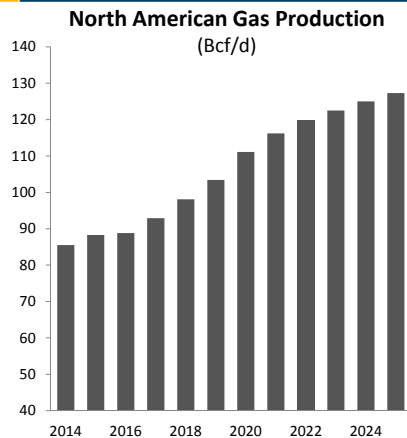
- Stable, predictable earnings and cash flow
- Low risk commercial model
 - Regulated return
 - No direct commodity exposure
- \$3 billion capital investment approved under current model
 - Largest Canadian franchise
 - Strong population growth
- Foundational asset base supports broader energy strategy

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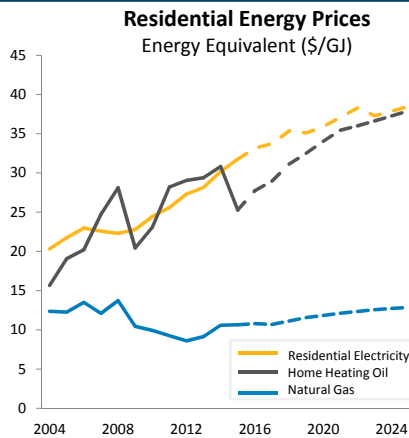


Gas Distribution Fundamentals

Low cost supply enhances fuel competitiveness and provides new growth opportunities



Source: Wood Mackenzie; ENB Gas & NGL Fundamentals

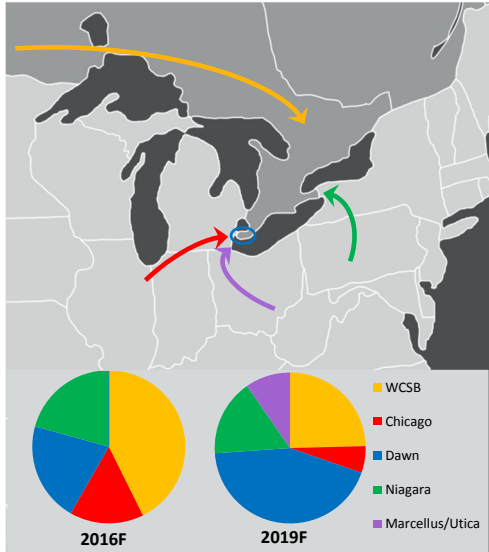


Source: Various external sources

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Gas Supply



- Increase supply diversity
 - Access to low cost supply (Marcellus/Utica)
- Optimize transport
 - Reduce distance for winter needs
- Capture new growth opportunities

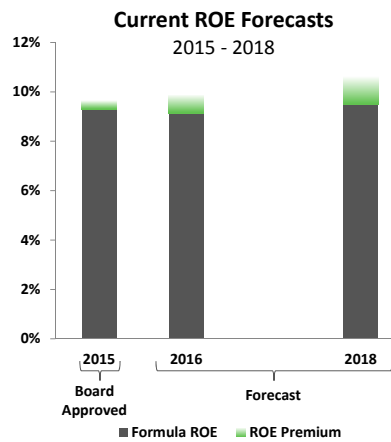
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Custom Incentive Regulation

Innovative model provides strong risk-adjusted returns with \$3B approved capital investment

- Annual ROE reset protects against rising interest rates
- Upside sharing
- \$3B approved capital investment required to meet customer needs
- No direct commodity exposure

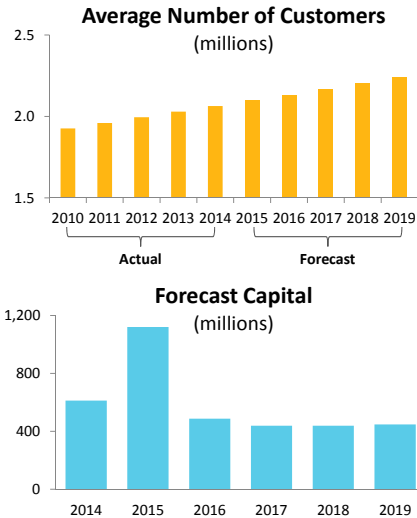


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Core Customer Growth

- One of the fastest growing natural gas distribution companies in North America
- Consistently add 35k+ customers per year
- Ontario government supports rural community expansion

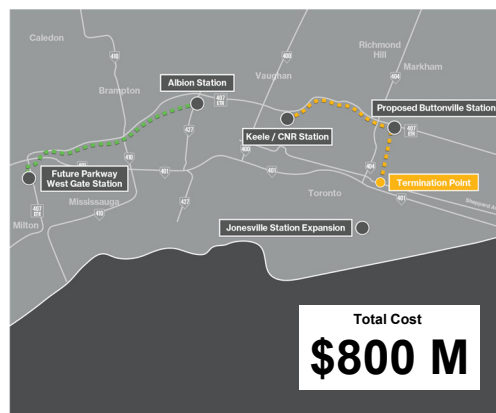


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System Renewal and Expansion: GTA Project

Largest single capital investment in Gas Distribution history



Project Details

Scope: **Eastern Segment:**
23 km of 36" pipe
Western Segment:
27 km of 42" pipe

Target In-Service Date: Q4 2015

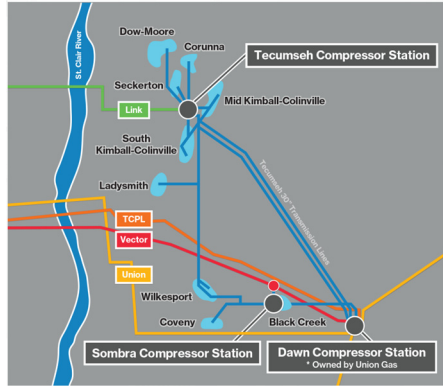
- Increases capacity and reliability in the GTA and downtown Toronto
- Leverages additional supply and basin optionality
- Serves growing customer base through additional infrastructure

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Gas Storage Opportunities

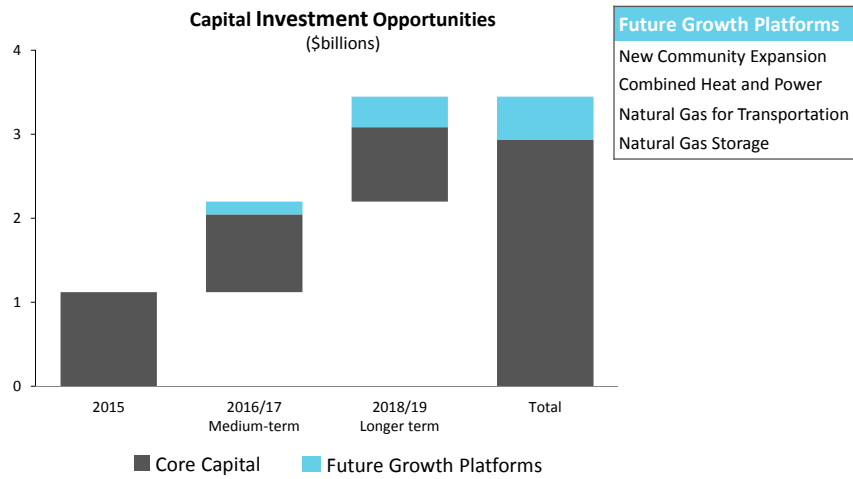
Storage investment reduces gas price volatility



- Storage is fundamental to support reliable, low cost supply
- Infrastructure renewal opportunities
 - Coincides with changing supply chain patterns
- Opportunity to position storage investments for long term growth

Future Growth

Strong investment opportunities drive continued growth



Key Takeaways

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Q&A

