



AKLNG Project Update SOA 3rd Party Cost Forecast

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SOA AKLNG 3rd Party Cost Forecast

Through the State of Alaska's agreements with TransCanada pertaining to the AKLNG Project, SOA is accruing costs associated with TransCanada's work on the Project as follows:

➤ Actual TC Reimbursable Costs for Jan–Dec, 2014	\$ 14M
➤ Estimated TC Reimbursable Costs for 2015	<u>\$ 70M</u>
➤ Estimated Total SOA Obligation to TC for 2014-15	\$ 84M*
➤ Add'l SOA Pre-FEED Forecast (Jan-June, 2016)	\$ 20M
➤ Estimated TC Reimbursable Costs for FEED	<u>\$377M**</u>
➤ Est. Total TC Reimbursable Pre-FEED & FEED Costs	\$481M

* First Off-ramp for TC termination option on or before Dec, 2015

** Multiple Off-ramps exist for TC termination during FEED. This estimate assumes total FEED cost of \$2.5B, with 25% SOA share, and ~50% of total FEED expenditures within TC work scope.

***Based on cost data provided by TransCanada and AKLNG Project Forecasts