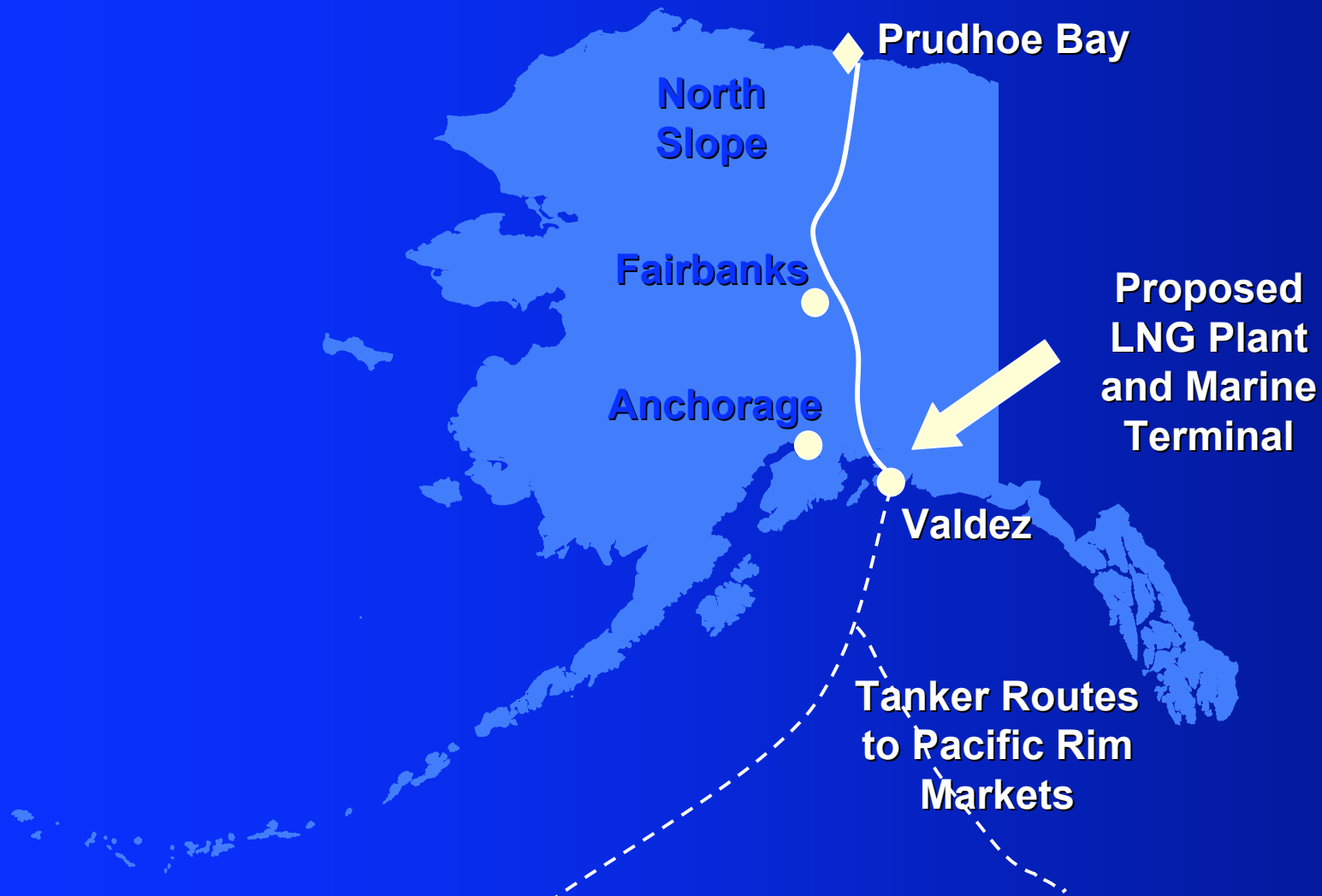


# Alaska's Direct Competition: Other LNG Projects Sponsored and Promoted by North Slope Producers



# TAGS Pipeline Route



# Benefits for Resource Development

- Monetizes the resource
- Provides jobs for Alaskans
- Provides long-term tax base
- Provides energy for economic growth
- Enhances the quality of life of Alaskans

# TAGS Project Update

- Updated designs the for pipeline and LNG plant and marine terminal
- Completed in April 2000
- Produced two new cost estimates for the pipeline and a new cost estimate for the LNG plant and marine terminal
- Included capacity for gas to Fairbanks and gas to the Cook Inlet area (via spur line)

# Trans-Alaska Gas System – Year 2000 Project Update

## Capital Costs (\$US year 2000)

		START-UP	EXPANSION I	EXPANSION II
LNG Delivered	MTA	9.2	13.8	18.4
Pipeline Flow	BCFD	1.2	1.8	2.5
LNG Trains		2	3	4
Pipeline and Stations (1)	\$billion	3.7	0.2	0.4
LNG Plant & Terminal (2)	\$billion	2.3	0.9	0.8
Incremental Capital Cost	\$billion	6.0	1.1	1.2
Cumulative Capital Cost	\$billion	6.0	7.1	8.3

(1) Source: Willbros Engineering and Michael Baker Jr.

(2) Source: Kellogg Brown & Root and Air Products and Chemicals, Inc.