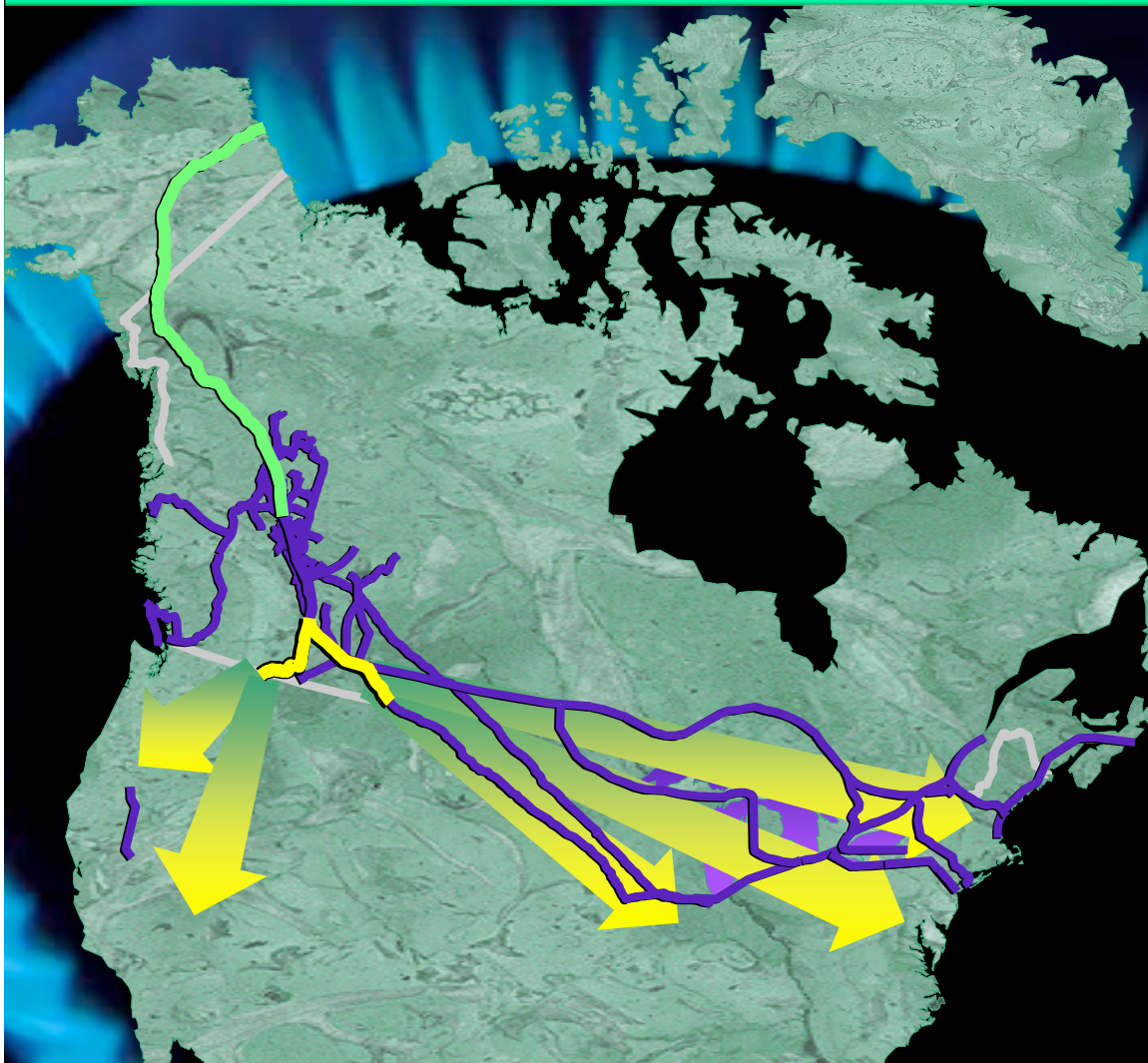


Building The Alaska Highway Pipeline



Foothills Pipe Lines Ltd.



- Perspectives on Northern Development
- Foothills' Mission
- Benefits for Alaskans
- Next Steps

D. Michael G. Stewart
Co-CEO, Foothills Pipe Lines Ltd. and
Exec. VP, Bus. Dev., Westcoast Energy Inc.
November 16, 2000

Our Perspectives On Northern Gas Development



- ✓ We are committed
- ✓ Two separate pipelines will be built from Alaskan North Slope and Mackenzie Delta
- ✓ Collaboration is critical
- ✓ Significant potential benefits for northern communities
- ✓ Need to plan and co-ordinate

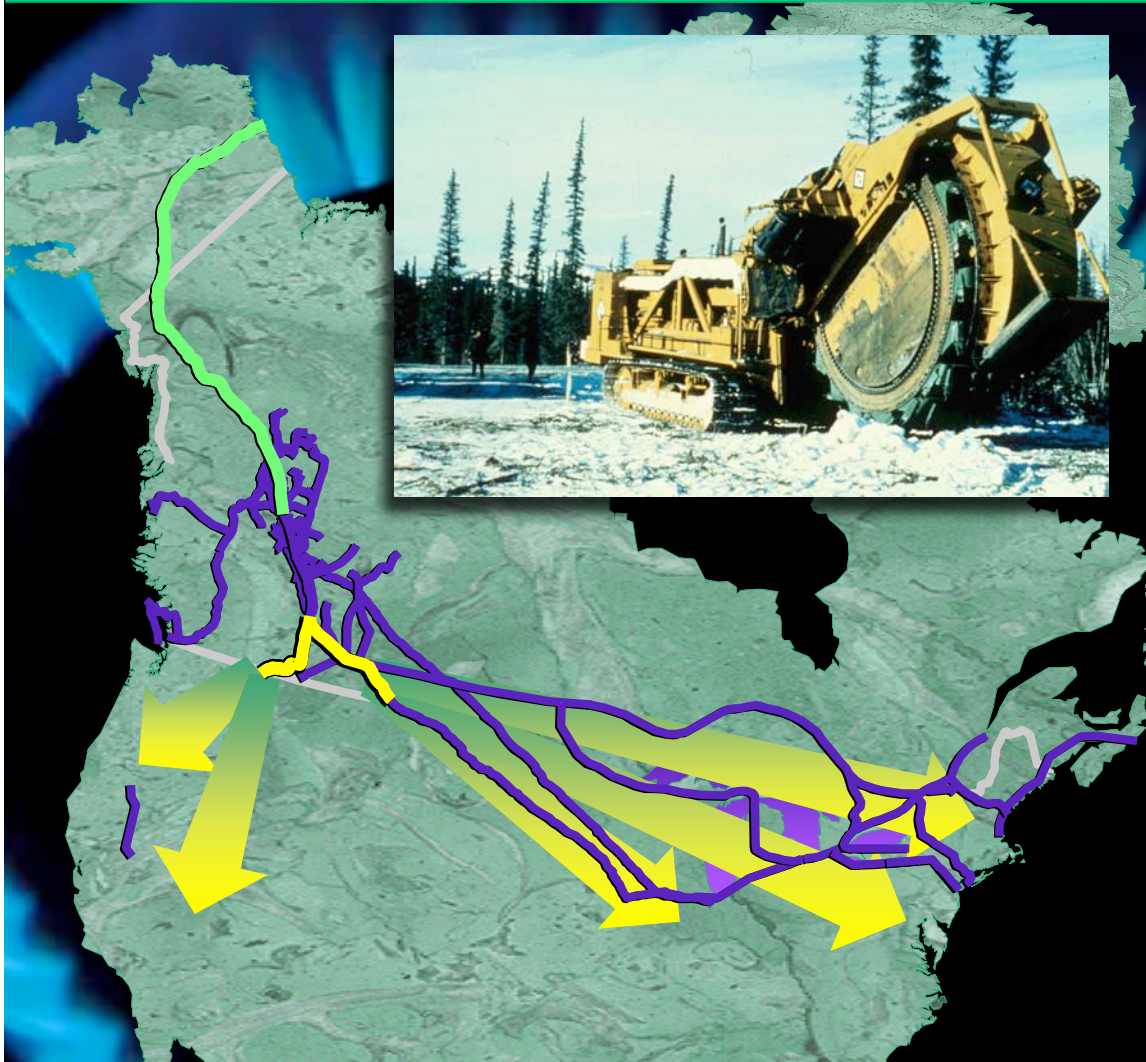




Foothills Pipe Lines Ltd.



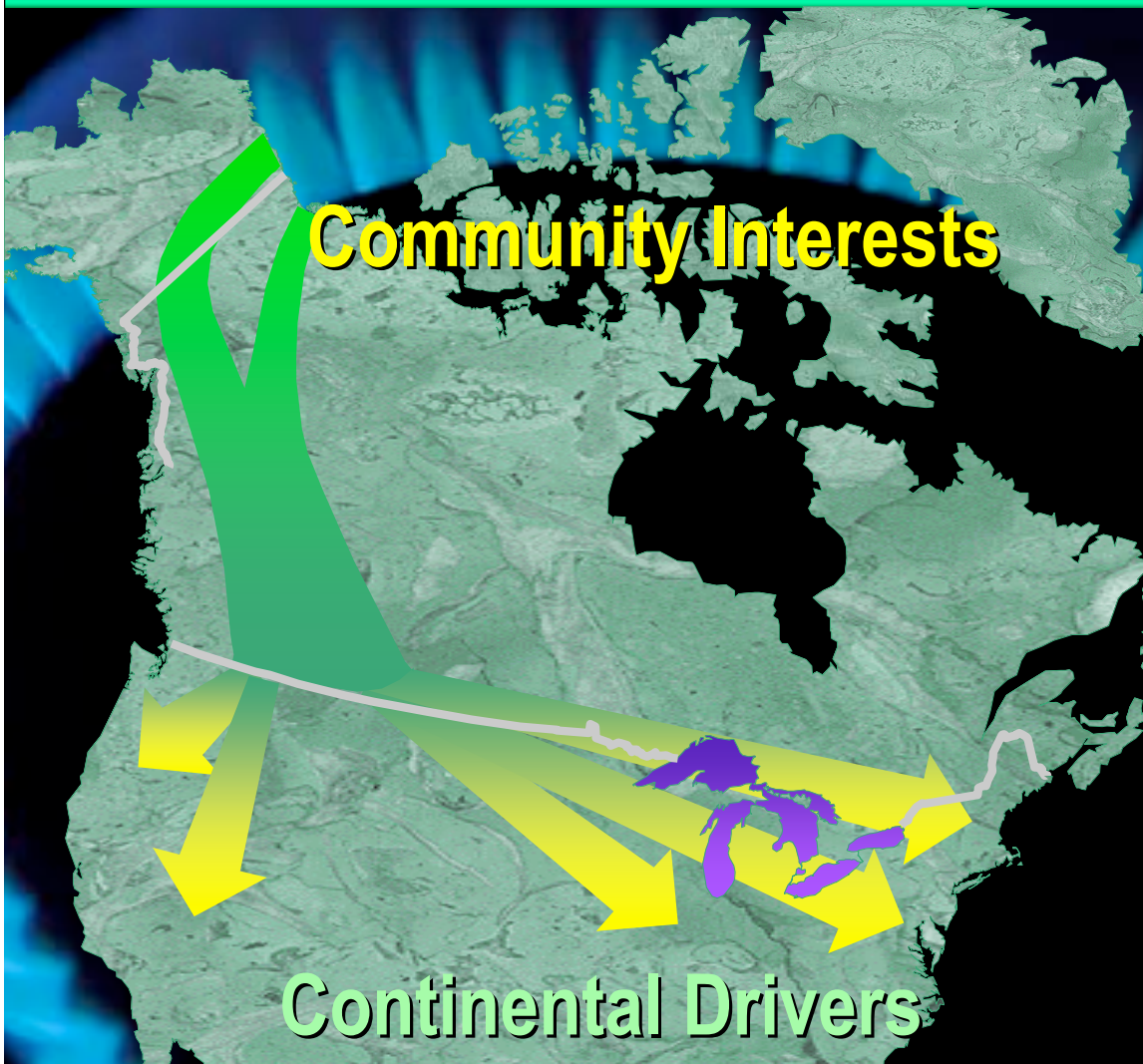
TransCanada



Together, Foothills, Westcoast and TransCanada:

- ✓ Connect Western Canadian sedimentary basin and North America's mega-markets
- ✓ Developed Canada's major gas transmission projects
- ✓ Generate over C\$20 billion in revenue annually
- ✓ Manage over C\$35 billion in assets

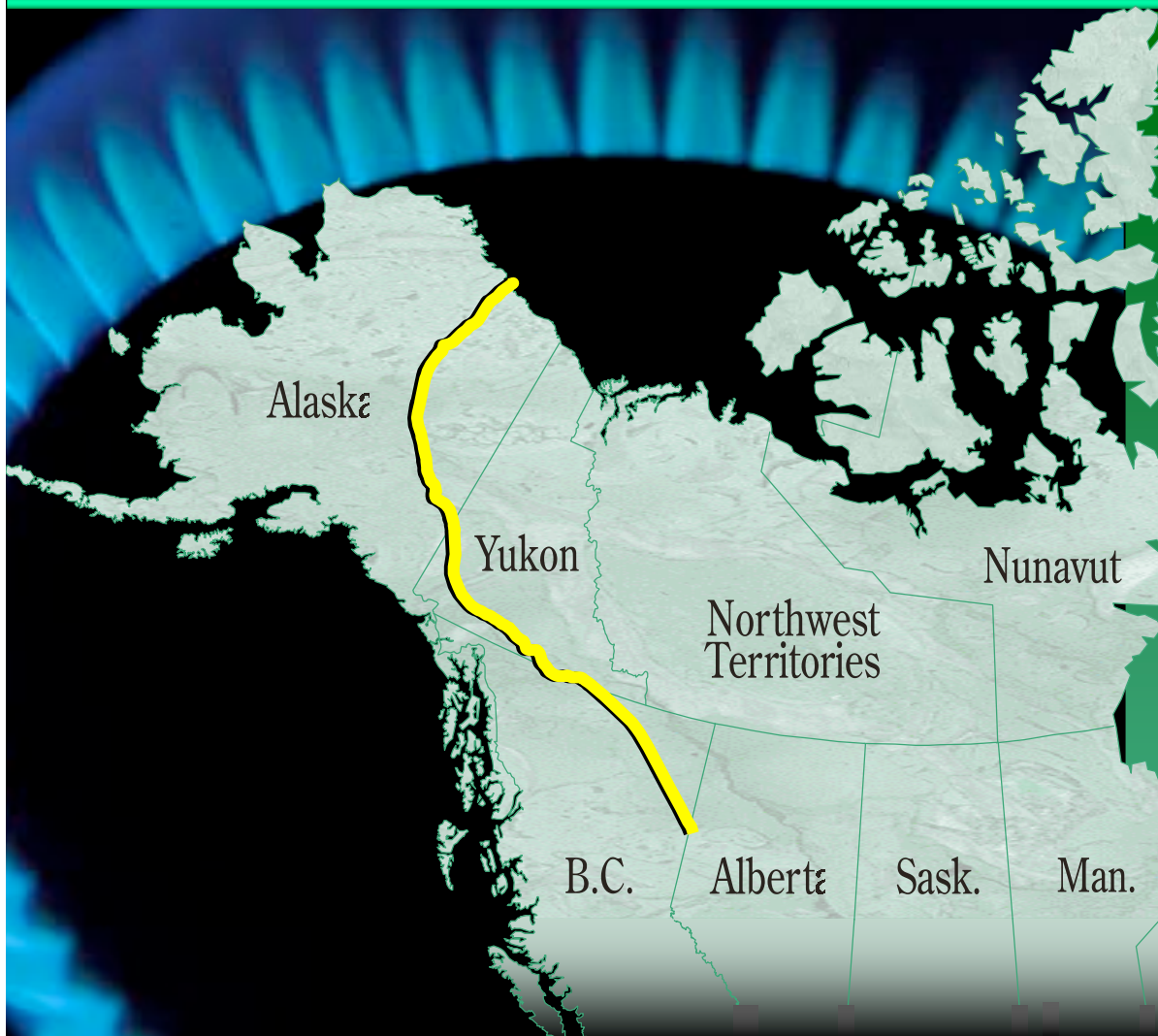
Fundamentals Support Development



- ✓ Strong demand is driving opportunity
- ✓ Northern basins required
- ✓ Gas price outlook is favorable for producers
- ✓ Northern communities want development and natural gas

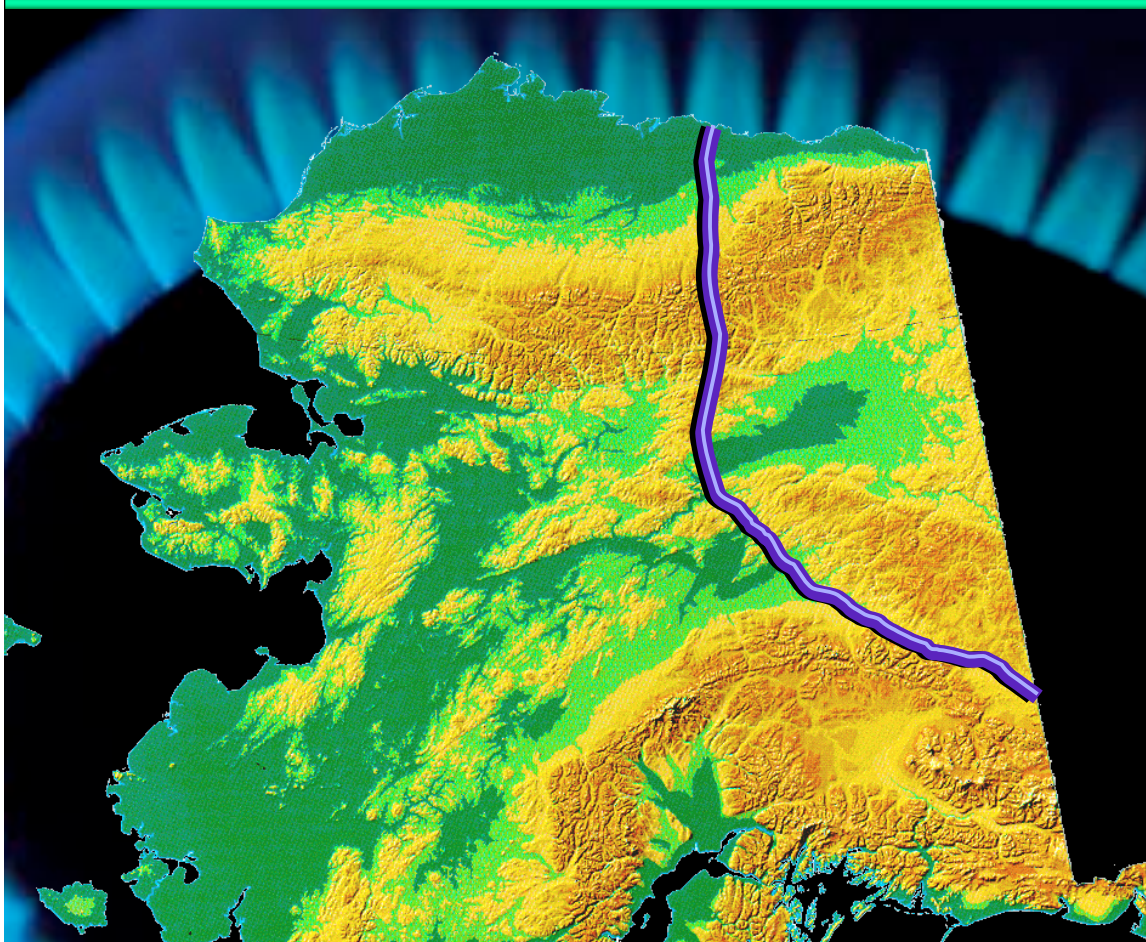
The Timing Is Right!

The Alaska Highway Pipeline Project



- 1,700 miles
- 2.5 increasing to 4 Bcf/d
- Approvals in place
- US\$7.6 billion
- In-service 2006 / 2007
- Potential Shippers
 - BP
 - ExxonMobil
 - Phillips
 - Emerging independents
 - Major marketers
 - Lower 48 power generators

What's In This For Alaskans

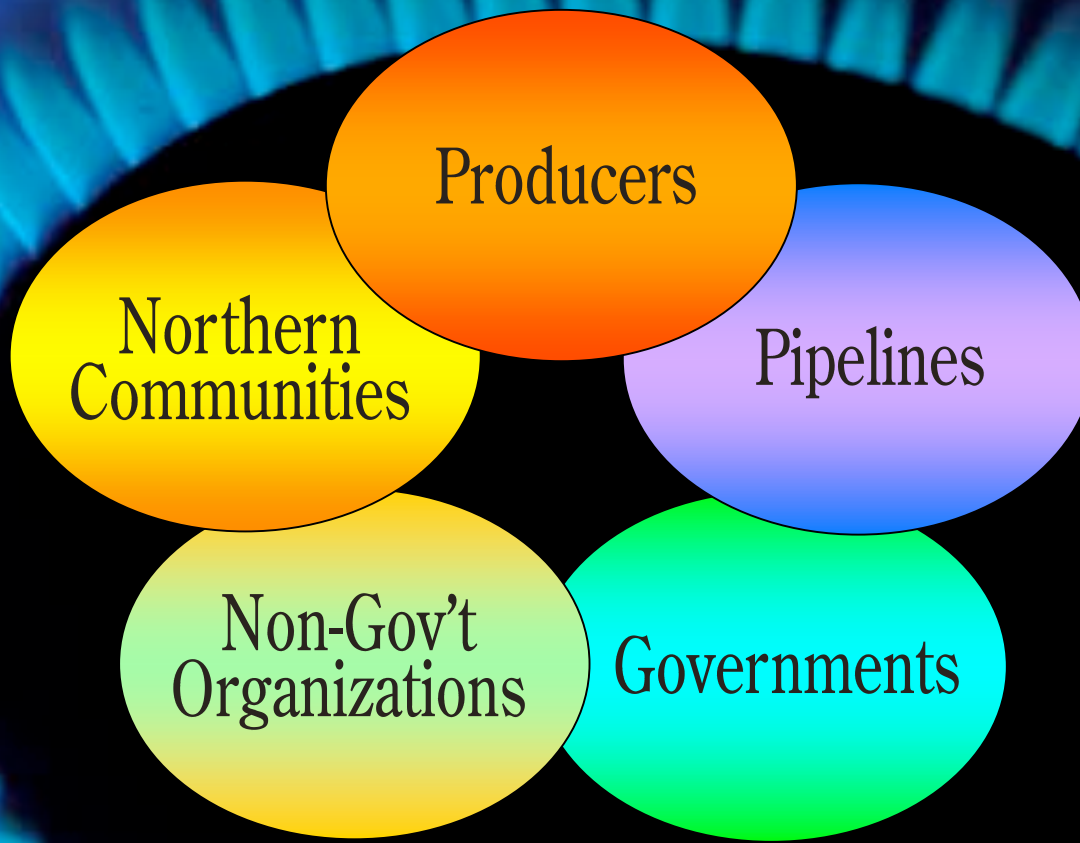


- ✓ Employment
- ✓ Supply and service contracts
- ✓ Utilization and expansion of natural gas resource base
- ✓ Royalties, severance taxes and property taxes

Staged Blueprint Required To Maximize Northern Community Benefits



Next Steps



- Confirm Alaska Highway route (4th Quarter 2000)
- Conclude commercial arrangements (Mid 2001)
- Refresh permitting, acquire R-O-W and satisfy ANGTS approval conditions (2003)
- Detailed project planning and procurement (2003)
- Construct (2004 - 2006)
- In-service (2006 / 2007)