

RESERVATION OF CAPACITY NOTICE

Capacity Reserved for Future Expansion Project

Portable Document Format (.pdf) file of Open Season:

<https://pipeline2.kindermorgan.com/PortalWeb/PortalDocs.aspx?code=EPNG&parent=1600>

On May 18, 2022, El Paso Natural Gas Company, L.L.C. ("EPNG") posted for bid 400,000 dekatherms (Dth) per day of expansion capacity with the following parameters:

Primary Receipt Points:

- Proposed new interconnects on EPNG's Line No. 1103 and/or Line No. 1100 to be located at approximately Mile Post 558 on EPNG's Line No. 1100 in Pinal County, Arizona, at Section 24, Township 7S, Range 5E.

Primary Delivery Points:

- New Mexico, Arizona and California delivery locations on EPNG's South Mainline system (including delivery points on EPNG laterals), subject to the availability of capacity.

Minimum Receipt Point Pressures:

- Prospective shippers were notified that they would be required to tender gas at the Primary Receipt Points at the following pressures:
 - o Line No. 1100 – MAOP at specified location
 - o Line No. 1103 – MAOP at specified location

In its posting, EPNG solicited bids on this expansion capacity commencing at 9:00 a.m., Mountain Clock Time, on May 18, 2022, through 2:00 p.m., Mountain Clock Time, on May 25, 2022. Pursuant to Section 4.7 of the General Terms and Conditions of EPNG's FERC Gas Tariff, this posting is to confirm that EPNG received no bids for the capacity and, based on the results of that open season, is reserving 400,000 Dth/day of South Mainline capacity ("Reserved Capacity") associated with certain capacity-enhancing facility modifications on EPNG's system ("Project"). The Project will help facilitate deliveries from the proposed Arizona Energy Storage Project to downstream markets on EPNG's system.

This Reservation of Capacity for 400,000 Dth per day includes the primary receipt points listed above and all remaining capacity associated with those delivery locations listed in **Exhibit A** in the Phoenix/Tucson metropolitan area and other potential mainline delivery locations (also commonly referred to as the "Phoenix/Tucson System") supplied by multiple laterals off the EPNG South Mainline. This reservation of capacity is effective as of the date of this posting.

The Arizona Energy Storage Project will be developed by a yet-to-be-formed entity ("AES") which will be owned, in part, by an affiliate of EPNG. The project will be sited in Pinal County, Arizona and will be designed to provide not less than four (4) billion cubic feet of storage capacity and an estimated 400,000 Dth/d of daily withdrawal capability intended to serve Phoenix area markets utilizing the Reserved Capacity. Subject to receipt of sufficient shipper commitments and timely receipt of all necessary regulatory approvals, permits, and other authorizations required for the construction and operation of the Arizona Energy Storage Project, in a form and substance satisfactory to AES in its sole discretion, AES will use commercially reasonable efforts to achieve an initial in-service date for the Arizona Energy Storage Project of no later than November 30, 2025, and a full in-service date of no later than December 31, 2029. Subject to the foregoing, the 400,000 Dth per day of capacity being reserved herein would be leased from EPNG to AES to facilitate deliveries to AES' customers.

Pursuant to Section 4.7(c) of the General Terms and Conditions of EPNG's FERC Gas Tariff, EPNG is soliciting non-binding offers from existing shippers to turnback capacity. If existing shippers express interest in turning back capacity, EPNG will propose to accept such offers on a competitive basis (e.g., via a reverse auction for a permanent release of their firm capacity to EPNG) subject to: (1) the shipper's offer providing EPNG the highest value; and (2) EPNG's ability to use the capacity to meet the needs of new shippers on

the Project. If existing shippers express interest in turning back capacity, EPNG will make a subsequent posting detailing the conditions for shippers to submit offers to turn back their capacity.

Pursuant to Section 4.7(f) of the General Terms and Conditions of EPNG's FERC Gas Tariff, capacity reserved for the Project is available for transportation service on a limited-term basis up to the in-service dates of the Project. Periodically, EPNG will update this posting to provide notice if any of the reserved capacity has been sold on a limited-term basis.

In response to expressions of interest about the Project and the Arizona Energy Storage Project, EPNG and AES are planning to conduct an Open Season for Arizona Energy Storage Project capacity during the third quarter of 2022. Interested shippers may contact their EPNG Business Development representatives for more information.

Please contact your Business Development representative if you have any questions.

Greg Ruben
Vice President
Business Development

Exhibit A

		Capacity, Mdth/d											
Meter PIN	Meter Name	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
47699	San Joaquin	20.000	20.000	20.000	20.000	20.000	20.000	20.000	20.000	20.000	20.000	20.000	20.000
300107	LAVEEN	0.040	0.040	0.040	0.070	0.030	0.020	0.020	0.020	0.020	0.050	0.040	0.040
314566	LUNA ENERGY FACILITY	13.000	13.000	13.000	41.380	41.380	41.380	41.380	41.380	41.380	41.380	13.000	13.000
314589	EUROFRESH	-	-	-	-	-	-	-	-	-	-	-	-
314906	DESERT HILLS DEL PT.	0.210	0.210	0.210	0.220	0.160	0.110	0.090	0.100	0.100	0.240	0.200	0.210
314967	GLENDAL AIRPORT DELIVERY	0.450	0.430	0.110	1.510	1.230	1.210	1.230	1.240	1.180	1.670	0.100	0.440
314968	CHANDLER #4 EDGAR SMOKE	0.840	0.860	0.970	0.600	0.680	0.680	0.680	0.670	0.650	0.680	0.970	0.790
320041	ST JOHNS MISSION	0.030	0.030	0.030	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.030	0.030
320050	TUCSON RD SALES	0.160	0.160	0.160	0.202	0.189	0.189	0.189	0.190	0.189	0.189	0.160	0.160
320107	ELOY NO 1	0.150	0.170	0.170	0.070	0.250	0.250	0.240	0.200	0.240	0.170	0.150	0.140
320108	ELOY NO 2	0.010	0.010	0.010	0.010	0.030	0.030	0.010	0.010	0.020	0.010	0.010	0.010
320110	ETHINGTON NO 3R 1	0.040	0.050	0.060	0.020	0.050	0.030	0.020	0.020	0.040	0.060	0.060	0.030
320140	JOHN F DINGH P 3	-	-	-	-	0.010	0.010	0.010	0.010	0.010	-	-	-
320145	J D SINGH T 11	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	-	-	-
320147	B J BROOKS T 13	0.010	0.010	-	-	0.010	0.010	0.010	0.010	0.010	-	0.010	-
320149	LE ROY HACKLER T 16	0.020	0.020	0.010	0.020	0.020	0.020	0.010	0.010	0.010	-	0.010	-
320193	CITIZENS UTIL PATAGONIA	0.125	0.125	0.125	0.165	0.157	0.157	0.157	0.159	0.157	0.157	0.125	0.125
320203	MARANA AIR BASE	0.050	0.050	0.040	0.010	0.030	0.020	0.040	0.040	0.040	0.020	0.030	0.050
320205	MARANA IRRIG CO 7 1/2	0.070	0.050	0.060	0.040	0.150	0.110	0.100	0.110	0.120	0.060	0.050	0.040
320207	MARANA IRRIG CO NO 9	-	-	-	-	0.010	0.010	0.010	0.010	0.010	-	-	-
320209	VAIL	0.090	0.060	0.040	0.060	0.040	0.020	0.020	0.020	0.020	0.040	0.060	0.060
320298	E F GATES	0.190	0.200	0.200	0.120	0.130	0.130	0.130	0.130	0.130	0.130	0.190	0.200
320345	RED ROCK	0.020	0.020	0.040	0.030	0.100	0.090	0.080	0.070	0.070	0.040	0.030	0.020
320358	CASA GRANDE CITY GATE 3	0.050	0.010	0.040	0.110	0.380	0.360	0.330	0.240	0.290	0.150	0.020	0.040
320409	LONE BUTTE RANCH	0.190	0.200	0.200	0.090	0.110	0.130	0.130	0.130	0.130	0.110	0.200	0.200
320415	HI-TOWN	0.100	0.110	0.100	0.070	0.070	0.070	0.070	0.070	0.070	0.080	0.100	0.110
320425	CAVE CREEK 31-312	0.040	0.040	0.050	0.040	0.010	0.010	0.010	0.010	0.010	0.020	0.050	0.040
320427	NEW RIVER	-	-	-	0.030	0.010	0.010	0.010	0.010	0.010	0.010	-	-
320467	FLETCHER RANCH	0.390	0.350	0.450	0.270	0.350	0.360	0.310	0.310	0.220	0.240	0.440	0.490
320472	VILLAGE OF SACATON	0.040	0.050	0.070	0.020	0.120	0.090	0.080	0.040	0.070	0.090	0.070	0.020
320475	ARROWHEAD RANCHES	-	-	-	0.270	0.260	0.260	0.260	0.260	0.250	0.300	-	-
320518	PARADISE ESTATES 31-556	0.170	0.150	0.120	0.050	0.200	0.110	0.080	0.080	0.110	0.070	0.170	0.170
320524	PIMA-CHANDLER INDUST PK	0.080	0.080	0.100	0.070	0.080	0.080	0.080	0.080	0.080	0.080	0.100	0.080
320531	CHOLLA HIGH SCHOOL	0.240	0.190	0.300	0.090	0.360	0.250	0.240	0.240	0.290	0.160	0.270	0.220
320574	J R HELLER	0.030	0.020	0.010	0.010	0.050	0.040	0.030	0.030	0.040	0.020	0.030	0.030
320576	C E HANDY	0.090	0.080	0.080	0.020	0.100	0.070	0.060	0.070	0.080	0.040	0.080	0.090
320588	ANOZIRA	0.150	0.150	0.160	0.100	0.110	0.110	0.110	0.110	0.110	0.120	0.160	0.150
320590	VENTANA LAKES (34-265)	0.080	0.080	0.070	0.410	0.410	0.400	0.410	0.410	0.380	0.450	0.090	0.080
330026	MIAMI NO. 1	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
330029	CHANDLER NO 1	2.670	1.900	1.730	1.540	1.450	1.450	1.450	1.440	1.430	1.490	1.720	1.970
330030	CHANDLER NO 2	-	-	-	0.950	1.220	1.690	1.890	1.790	1.670	0.820	-	-
330031	GUADALUPE	8.420	8.740	9.320	7.060	7.070	6.960	6.940	6.840	6.810	6.990	9.390	8.730
330032	LATERAL 16	1.760	1.760	1.680	12.950	14.910	14.780	15.070	15.180	14.450	14.280	1.660	1.760
330038	SAN MANUEL CITY GATE	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
330040	NOGALES CITY GATE #1	2.315	2.315	2.315	2.933	2.954	2.954	2.954	2.951	2.954	2.954	2.315	2.315
330064	CASA GRANDE NO 2	0.190	0.220	0.240	0.180	0.630	0.740	0.840	0.690	0.770	0.400	0.280	0.170
330065	COOLIDGE NO. 1	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
330091	ARIZ PORTLAND CEMENT CO	0.030	0.020	0.100	0.010	0.220	0.160	0.280	0.240	0.130	0.070	0.040	0.040
330134	GLOBE NO. 1	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
330136	PICACHO T 15	0.030	0.030	0.020	0.030	0.080	0.080	0.080	0.060	0.080	0.050	0.040	0.030
330148	CITY GATE EAST	2.880	1.710	2.930	2.940	5.710	4.990	3.390	3.540	5.090	3.080	3.550	3.690
330149	CITY GATE WEST	60.040	60.690	64.610	20.930	18.430	17.790	20.280	18.540	19.500	21.290	57.240	59.910
330249	LATERAL #25	0.040	0.040	0.050	2.560	0.590	0.520	0.530	0.520	0.480	0.520	0.050	0.040
330312	CASA GRANDE NO 1	0.110	0.110	0.080	0.050	0.130	0.110	0.080	0.070	0.120	0.090	0.090	0.100
330433	GLENDAL CITY GATE	2.460	2.480	2.920	17.580	15.230	15.800	15.180	14.930	16.600	18.390	2.940	2.470
330467	SOUTH TEMPE	0.540	0.560	0.580	0.080	0.060	0.040	0.040	0.040	0.040	0.080	0.580	0.560
330663	CORTARO CITY GATE	3.510	3.560	3.460	0.420	3.990	3.100	2.280	2.290	3.480	1.130	3.920	3.210
330667	M. HILVERT	7.200	7.200	6.240	-	-	-	0.610	-	-	-	7.200	7.200
330838	CASA GRANDE TAPS	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010
330839	ELOY MAIN LINE TAP	-	-	-	-	0.010	0.010	0.010	0.010	0.010	-	-	-
330855	SCOTTSDALE	7.730	7.980	7.670	7.830	6.950	7.050	7.090	7.290	7.370	8.290	7.640	7.990
330931	HOUGHTON ROAD	6.060	6.380	5.060	6.320	3.270	3.860	5.010	4.490	4.090	5.360	3.690	5.040
330965	RAINBOW VALLEY	4.000	4.000	4.000	-	-	-	-	-	-	-	4.000	4.000
331079	OLIVE AVENUE	0.190	0.190	0.170	1.370	1.320	1.300	1.320	1.330	1.270	1.510	0.170	0.190
331092	AVRA VALLEY	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
331109	Apache Power Plant	50.000	50.000	50.000	50.000	50.000	50.000	50.000	50.000	50.000	50.000	50.000	50.000
331266	PALOMAS PLAINS	3.450	3.150	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	4.150	3.050
331344	LATERAL NO 8	0.020	0.040	0.020	0.020	0.020	0.010	0.010	0.010	0.010	-	0.020	0.020
331368	CHANDLER NO. 3 20-434	2.580	2.660	2.580	1.860	1.750	1.750	1.750	1.730	1.730	1.800	2.560	2.660
331374	BAGDAD CITY GATE	4.750	4.750	4.750	5.320	5.320	5.320	5.320	5.320	5.320	5.320	4.750	4.750
331376	SOUTHERN AVENUE	0.200	0.200	0.200	0.260	0.190	0.120	0.110	0.120	0.110	0.280	0.200	0.200
331531	MAINLINE TAPS CHANDLER	0.190	0.200	0.200	-	0.010	0.010	0.010	0.010	-	-	0.190	0.200
331558	DREXEL HEIGHTS 20-198	0.350	0.340	0.370	0.130	0.570	0.490	0.360	0.300	0.320	0.200	0.310	0.330
331656	BELL ROAD	1.020	1.020	0.980	1.560	5.290	5.200	5.300	5.340	5.090	0.010	0.970	1.020
331658	BULLHEAD CITY	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
331663	THE LAKES METER STATION	0.510	0.520	0.520	0.220	0.260	0.290	0.300	0.290	0.290	0.250	0.520	0.520
331682	NORTH LOOP SUBSTATION	1.900	1.550	1.680	9.970	2.560	3.890	4.100	3.900	1.880	5.640	1.260	2.930
331689	BOWIE	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
331692	FT. HUACHUCA	-	-	-	10.200	13.800	14.500	12.100	15.100	14.600	12.700	2.400	-
331966	R-5 ALBERT FORBACK	0.020	0.010	-	0.010	0.050	0.050	0.060	0.050	0.090	0.010	-	0.020
334176	HEXEL	0.110	0.150	0.100	0.030	0.090	0.030	0.010	0.010	0.010	-	0.020	0.090
334227	NORTH PHX CITY GATE	3.460	3.460	3.470	10.410	9.580	9.490	9.680	9.750	9.280	11.490	3.480	3.460
334636	WEST CHANDLER GIN	0.130	0.130	0.140	0.020	0.020	0.010	0.010	0.010	0.010	0.030	0.140	0.130
334719	SPACE RANCH	-	-	-	0.010	0.010	0.010	0.010	0.010	0.010	0.010	-	-
334780	SW GAS - DODSON RD	0.410	0.420	0.450	0.310	0.330	0.330	0.330	0.330	0.330	0.340	0.460	0.420
334782	CAPITOL FOUNDRY	-	-	-	0.080	0.120	0.100	0.100	0.100	0.100	0.090	-	-
334790	FOOTHILLS CLUB WEST	0.330	0.340	0.320	0.050	0.040	0.030	0.020	0.020	0.020	0.050	0.320	