El Paso Natural Gas Company, L.L.C. (EPNG) EPNG System Enhancement for Seamless Nominations Implementation with TransColorado Gas Transmission LLC (TransColorado) March 10, 2020

Effective March 12, 2020, EPNG is enhancing its system by contracting for transportation on TransColorado from north-to-south to allow EPNG shippers access to the TransColorado pipeline system by utilizing the EPNG seamless model. EPNG's shippers will be able to nominate TransColorado receipt and delivery locations on a secondary basis using their EPNG transportation agreements using a "seamless nomination."

1) What is a seamless nomination?

A seamless nomination is a single nomination in which a shipper enters a receipt point on one pipeline's system and a delivery point on another pipeline's system. For example, a shipper may enter a receipt point on TransColorado and a delivery point on EPNG utilizing an EPNG contract. The shipper does not have to worry about separate nominations for a TransColorado contract receiving gas at the interconnect point between the two pipelines; the single nomination is all that is required.

2) What TransColorado locations are available?

All locations on TransColorado will be available for seamless nominations on a secondary basis. EPNG can also offer TransColorado locations on a primary basis through new contracts or contract amendments.

3) How do confirmations work with the TransColorado point operators?

TransColorado point operators will confirm on the TransColorado pipeline, and EPNG will use such confirmations to schedule the TransColorado portion of the seamless transactions.

4) Does EDI still work with the new TransColorado seamless process?

Yes.

5) Can I Flow-Day Divert (FDD) to and from the new TransColorado locations?

You will not be able to FDD gas to or from the TransColorado locations.

6) Can I perform contract imbalance transactions to and from a TransColorado location?

No, you will not be able to use the seamless TransColorado locations to effectuate a payback to or from EPNG.

7) What nomination direction should I choose if I wish to deliver gas to TransColorado?

You can use the North, NS-Lin SN-Hav, NS-Hav SN-Lin, or NS-1903 SN-Lin.

8) What nomination direction should I choose if I wish to receive gas on TransColorado and deliver to EPNG?

You can use the North, NS-Lin SN-Hav, NS-Hav SN-Lin, or NS-1903 SN-Lin.

<u>9) Can I go from a TransColorado receipt location to a TransColorado delivery location using an EPNG Transportation Service Agreement (TSA)?</u>

Yes, using an EPNG TSA, you can go to and from any TransColorado location that is available.

10) Do the TransColorado locations participate in EPNG's late cycles (Cycles 6 and 7)?

No, TransColorado - in accordance with its FERC Gas Tariff - does not participate in the late cycles.

11) What lockdown times apply to TransColorado seamless nominations?

If you choose to nominate to TransColorado receipt or delivery locations using at EPNG contract, then the lockdown time will require you to enter nomination(s) 15 minutes earlier than the normal lockdown time for EPNG and TransColorado. This is due to some additional processes that are required to implement the seamless nominations. The lockdown times are as follows:

	Cycle 1	Cycle 2	Cycle 3	Cycle 4	Cycle 5
Seamless Nominations Lockdown	1:00 PM (CCT)	6:00 PM (CCT)	10:00 AM (CCT)	2:30 PM (CCT)	7:00 PM (CCT)

12) Can I still use my TransColorado contract on TransColorado?

Yes, you can still transport gas on TransColorado's system using your TransColorado contracts.

13) Can I still use my EPNG contract to deliver gas to ITCOLBLA and my TransColorado contract to pick up the gas at EPBlanco?

Yes, if you wish not to use your EPNG contract to go across both EPNG and TransColorado, you can still deliver gas to EPNG at ITCOLBLA and receive gas from EPNG at EPBlanco using your TransColorado contract. You cannot use your TransColorado contract to nominate to other EPNG delivery points.

14) What additional charges can I expect when using TransColorado on a seamless basis?

Separate TransColorado and EPNG commodity charges will be applied to all scheduled volumes received from or delivered to TransColorado. Shippers will be responsible for FL&U on both EPNG and TransColorado. In addition to your contractual reservation rate, an incremental reservation rate will also be assessed for TransColorado and may be assessed for EPNG. Please consult your Marketing Representative for more information.

15) For determining EPNG charges, in which zone will TransColorado reside?

For billing purposes on EPNG's system, the TransColorado segments will be considered a part of the New Mexico – non-production area zone.

16) How will the TransColorado charges be presented on my EPNG invoice?

TransColorado charges will be reflected as a separate line item on EPNG's invoices.