

**North Baja LNG Pipeline Expansion II Open Season
Preliminary Estimated Recourse Rate Table
(July 22, 2005)**

System Northbound Capacity to Ehrenberg (MDth/d)		1000	1500	2000
Gasoducto Bajanorte Portion	Estimated Rolled In Recourse Rate (\$/Dth/d)	0.302⁷	0.205	0.185
North Baja Pipeline Portion	Estimated Rolled In Recourse Rate US (\$/Dth/d)	0.0773	0.0689	0.0612
Combined (GB & NBP)	Estimated Rolled in Recourse Rate (\$/Dth/d)	0.3793	0.2739	0.2462
	Estimated combined fuel use and loss and unaccounted for gas as a percent of throughput	1.0%	1.25%	1.4%

Assumptions:

- 1) Regasified LNG will be delivered to the GB system at 940 psi.
- 2) Other applicable surcharges may apply.
- 3) Rates shown are 100% load factor equivalent.
- 4) Based on 30 year book value depreciation.
- 5) The Estimated Rolled In Recourse Rate on NBP is the indicative rolled in Recourse Rate that would be developed following the completion of a rate case after the expansions go into service.
- 6) An expansion of less than 500 MDth/d in Phase II may result in an uneconomic size project.
- 7) Only incremental recourse rates available for this scenario.