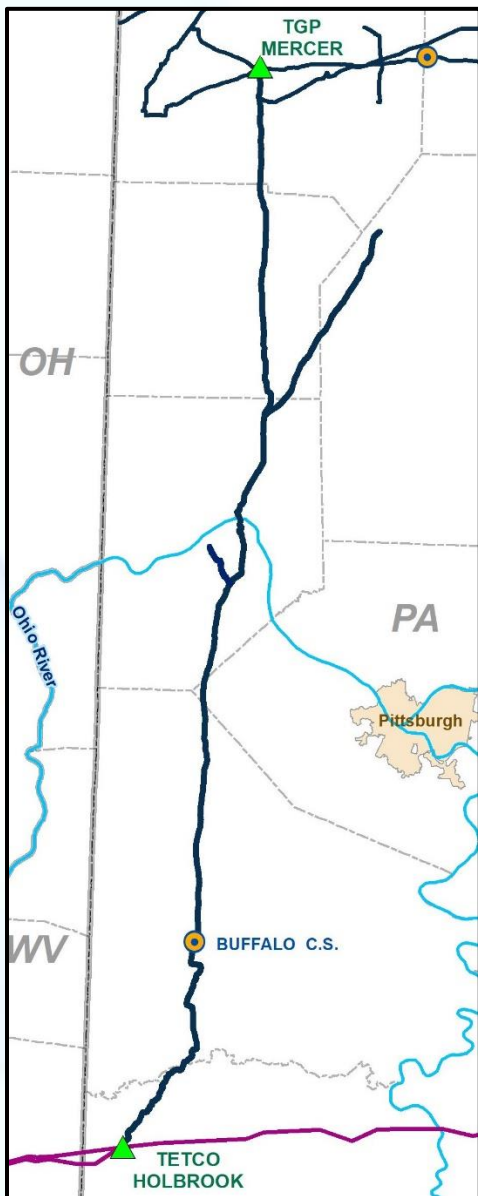


NATIONAL FUEL GAS SUPPLY CORPORATION OPEN SEASON - OS 251

Long Term Firm Transportation Capacity on National's Line N System

National Fuel Gas Supply Corporation ("National") is pleased to announce the commencement of an Open Season for firm transportation capacity available under National's Firm Transportation ("FT") schedule. Through an expansion of facilities, this offering will provide shippers with the opportunity to take advantage of National's unique footprint and the access it provides to shale gas supply and premium markets. By utilizing its ability to expand inexpensively, National is able to offer significant new firm transportation capacity with seamless paths, competitive rates, and a variety of receipt and delivery options.



Capacity

The aggregate amount of FT capacity to be awarded in the Open Season could be approximately 500,000 Dth/day, depending on the requested paths and volumes.

Target In-Service Date

Late 2022 / Early 2023, subject to timely market commitments and regulatory approvals

Facilities

The project facilities may include but are not limited to:

- Looping or upsizing of existing pipelines
- Replacement of short Line N sections of 20" pipe north of the Ohio River
- Replacement of the Line N Ohio River crossing
- New pipeline segments designed to reach new sources of gas supply and/or consuming markets
- New compression facilities
- Pressure upgrades on certain Line N segments
- Modifications at the existing Compressor Stations

Facilities Authorization

National expects that this expansion will be filed with FERC under the Natural Gas Act 7(c) process

Open Season Time Frame:

September 5, 2019 through 11:00 a.m. (Eastern Time) on October 16, 2019

Term Requirement

New transportation services resulting from this Open Season require a minimum 15-year contractual term

Capacity Offer 1

The FT capacity offered under Offer 1 applies to the transportation path from TETCO Holbrook to TGP Mercer only. The aggregate amount of capacity to be awarded under Offer 1 may be subject to other Open Season requested receipt and delivery point combinations.

Capacity Offer 2

The FT capacity offered and to be awarded under Offer 2 applies to FT paths other than TETCO Holbrook to TGP Mercer, including proposed paths with prospective receipt and/or delivery points. The aggregate capacity that National may award under Offer 2 is contingent on the capacity awarded under Offer 1, as well as requested receipt and delivery point combinations.

Foundation Shipper Status

Foundation Shipper Status is available to any bidder meeting the minimum term requirements (refer to the "Term Requirement" section above) and requesting:

- At least 100,000 Dth/day of new FT capacity under Offer 1; OR
- At least 100,000 Dth/day of new FT capacity under Offer 2

Foundation shippers shall not be subject to proration in this Open Season, other than proration necessary should there be multiple Foundation Shipper requests.

Primary Receipt and Delivery Points:

| Primary Point Name | Receipt | Delivery |
|--|---------|----------|
| TETCO Holbrook 70015 | X | X |
| TGP Mercer 412888/ 420069 | X | X |
| Aliquippa MAPP | X | X |
| Rover Burgettstown (Proposed) | X | X |
| DETI Line N (Proposed) | X | X |
| Existing & Proposed Producer Interconnects | X | |
| TCO Ellwood City 600065 | | X |
| Equitrans Three Rivers TRP2688 | | X |
| Existing & Proposed End User Facilities | | X |

Interested parties are encouraged to contact National to discuss their specific receipt and delivery point needs. Bidders may propose points not listed above, and National reserves the right to consider them in its sole discretion.

Rate Information:

National expects that its FT Maximum tariff rates will apply to services offered and awarded in this Open Season. The current rates are shown here:

| Rate ¹ | FT Rate Component |
|----------------------|--|
| \$3.6293 per Dth/day | Reservation Charge (monthly, applied to contract MDTQ) |
| \$0.0135 per Dth | Commodity Charge (daily, applied to Dth quantity transported) |
| \$0.1328 per Dth | 100% Load Factor Rate (Excluding surcharges and applicable Transportation Fuel/LAUF) |

¹ Subject to Rate proceeding Docket No. RP19-1426-000.

National reserves the right, however, to propose incremental and/or negotiated rates should it be appropriate in recovering the costs of service.

Fuel and Loss Allowances / Surcharges:

Transportation Fuel and Company Use Retention and Transportation LAUF Retention (collectively “Transportation Fuel/LAUF”) is applicable to all contracted FT resulting from this Open Season. Transportation Fuel/LAUF is established and subject to change under the tracking mechanism in National’s GT&C Section 41 tariff sheets.

The Pipeline Safety and Greenhouse Gas Surcharge (“PS/GHG”) is also applicable to all contracted FT resulting from this Open Season. PS/GHG is subject to change pursuant to National’s GT&C Section 42 tariff sheets.

The current Transportation Fuel/LAUF and PS/GHG rates are listed here, along with the current FERC ACA Commodity Surcharge:

| Rate | Transport Fuel and Surcharges Component for both FT and EFT |
|----------------------|--|
| 1.42% | Transportation Fuel and LAUF Retention |
| \$0.0434 per Dth/day | PS/GHG Reservation Surcharge (monthly, applied to contract MDTQ) |
| \$0.0013 per Dth | Applicable FERC ACA Commodity Surcharge, Rate shown effective October 1, 2019 (daily, applied to Dth quantity transported) |

Bid Award Process:

During the Open Season period, National will accept requests for new FT service under Offer 1 and Offer 2. Bidders are asked to indicate the Offer under which they are requesting transportation service. Participation in this Open Season is non-binding for bidders and National.

Requests for rate discounts or discounts of Transportation Fuel/LAUF will not be accepted. Shippers may request all or part of the advertised capacity, and are allowed to revise their bids within the posting period. A Shipper’s bid shall be exclusive of applicable surcharges.

Within each Offer described above, acceptable requests will be ranked, and the best bid(s) determined based on the highest net present value (“NPV”) of the reservation charge revenues, per unit of capacity (Dth/day) requested. The NPV calculation will incorporate length of contract term and will utilize a monthly rate of 0.8% (9.6% annually) for discounting purposes. The service commencement date shall be assumed the same for all bids. In the event that National receives two or more bids of equal NPV per unit of capacity, the bid with the shortest term will be deemed the best bid. A ratable allocation, based on the quantities requested, shall be made among shippers that submit bids that are equal with respect to both NPV and term. As described above, Foundation Shippers shall not be subject to proration in this Open Season, other than proration necessary should there be multiple Foundation Shipper requests.

National reserves the rights to award capacity under Offer 1 or Offer 2 at the expense of the other, to maximize the amount of capacity awarded in this Open Season by considering the hydraulics and facility requirements associated with receipt and delivery point requests, and/or to award capacity to the combination of bids that generate the highest net NPV for National. National is not obligated to proceed with any facilities expansion project. National may proceed with such projects, but only if it is

ultimately able to execute precedent agreements with term, quantity, and rate provisions that economically justify the project.

The total amount of firm transportation capacity to be awarded in this Open Season will depend on the requested paths, system hydraulics, and the system capabilities from requested receipt points. Based on certain combinations of these and other factors, National reserves the right, in its sole discretion, to develop, revise, and optimize the resulting project(s) design and modify the amount of awarded transportation capacity to be greater or less than the amounts listed above, and National reserves the right to develop the new transportation path(s) outlined herein, even if at the expense of another proposed path. National reserves the right to proceed with one or both Offers, or a combination, at its sole discretion. National further reserves the right to proceed with one or more projects that will be defined through the contracting process and to develop alternative projects from the requests received during this Open Season representative of the timing requested and markets served.

Bid Process and Documents:

All requests must be submitted using a Service Request Form (“SRF”). Bidders may complete an SRF online, download the [PDF version](#) from the Forms section of our website, or obtain one by contacting our Marketing Department at (716) 857-7740. The completed form can be mailed or faxed to the address listed below or emailed to Marketing@NatFuel.com.

Credit Requirements:

Shippers will be required to demonstrate creditworthiness or provide a credit alternative acceptable to National.

Agreements:

Successful bidders will be required to execute and return precedent agreement(s) within 30 business days after receipt of an executable version.

Contacts:

For more information, please contact:

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