

STFT WINTER CAPACITY OPEN SEASON
CANADIAN MAINLINE - July 14 – July 21, 2006
 REVISED as of July 19, 2006



TransCanada is currently posting Short Term Firm Transportation (STFT) service on the Canadian Mainline for the Winter 2006 / 2007. This STFT Winter posting has been revised as of July 18, 2006 to reflect recent sales from the FT Daily Open Season.

BID DEADLINE OF STFT OPEN SEASON (July 21, 2006)

This Winter STFT posting will be open from July 14, 2006 and close **10:00 a.m. MDT Friday, July 21, 2006.**

STFT AVAILABILITY PERIODS

- The Winter block starting November 1, 2006 and ending March 31, 2007
- Monthly Blocks or Combination of Monthly Blocks will be accepted in this Open Season.
- Capacity sales in the FT Daily Open Season will reduce the capacity available Winter 2006 / 2007 STFT.

Available Winter 2006 / 2007 STFT Capacity (GJ/day)

Posted System Segments	STFT Winter Nov 1, 2006 to March 31, 2007 (GJ/d)	Current 100% LF FT Toll (\$/GJ)
Empress to (Domestic)		
South Saskatchewan Delivery Area (SSDA)	2,000,000	\$0.1885
Manitoba Delivery Area (MDA)	2,000,000	\$0.2983
Western Delivery Area (WDA) *	680,000	\$0.4792
Northern Delivery Area (NDA) *	680,000	\$0.7317
North Bay Junction *	680,000	\$0.7998
Central Delivery Area (CDA) *	680,000	\$0.9350
Southwest Delivery Area (SWDA) **	90,000	\$0.8015
Empress to (Export)		
Emerson	1,000,000	\$0.3346
Niagara **	90,000	\$0.9369
North Bay to		
Central Delivery Area (CDA)		
- Enbridge CDA ***	780,000	\$0.1363
- Union CDA ***	780,000	\$0.1417
Southwest Delivery Area (SWDA) **	90,000	\$0.2101
Niagara **	90,000	\$0.1766
* Month of Nov 2006 and March 2007 Capacity	700,000	
** Dec 1, 06 through Feb 28, 07 Capacity	110,000	
*** Month of Nov 2006 and March 2007 Capacity	800,000	

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NOTES:

- Bids on other paths within the above segments will be considered;
- No shorthaul will be available at this time from the Dawn area including receipts at St. Clair, Dawn, Kirkwall, Niagara and Chippawa.
- A winning shipper's bid in an STFT open season is binding and irrevocable, regardless of any changes to approved tolls (whether higher or lower than the bid price) after the bid is submitted;
- No Diversion, Alternate Receipt Points, FT-RMA or Renewal Rights with any STFT service;
- "Path Dependant" - Shorthaul Tolls vary according to the Distributor Delivery area contracted to;
- Please contact your Mainline Sales Representative if you are unsure of the min toll on the path you are bidding;

LINKS to Additional Information:

- [STFT Bid Form](#)
- [Mainline Tariffs](#): Toll Schedules & Pro Forma Contracts
- [2006 Mainline Tolls](#) - March 01, 2006
- Other TransCanada Information: www.transcanada.com/Customer_Express

FINANCIAL ASSURANCE REQUIREMENTS:

Successful bidders must provide financial assurances in a form acceptable to TransCanada in its sole discretion, up to 100% of the value of the winning bid, within two (2) business days of submitting a bid. Please discuss your financial assurance requirements for any successful bid with your Eastern Sales Representative.

BIDDING PROCEDURE

Bids must be received by 10:00 a.m. MDT Friday, July 21, 2006. At the end of the Posting Period, TransCanada shall allocate Available STFT Service among Shipper Bids received by TransCanada. The completed and executed STFT Exhibit A should be faxed to:

Zafir Samoylove
TransCanada Operations Planning
Fax number: (403) 920-2343.

All efforts will be made to notify winning shippers within three (3) business day or as soon as possible.

A separate bid is required for each service period and each System Segment being bid. You may bid for all or part of the capacity available on any System Segment.

The above System Segments and Service Periods share common capacity. If available STFT is offered for different Service Periods that coincide or overlap, and allocation of STFT service to one Service Period would reduce the available STFT service offered during other Service Period(s), the available STFT service offered for all such Service Periods shall be evaluated together for allocation purposes. Further, in cases where separate System Segments share common capacity, those shipper bids which pertain to common capacity will be evaluated together for allocation purposes.

The Maximum Daily Quantity that you may bid cannot exceed the posted Available STFT Service for the applicable System Segment and Service Period, nor can the aggregate of the Maximum Daily Quantity for multiple bids exceed the capacity offered. A Minimum Daily Quantity may be requested to prevent your being allocated a small portion of service you cannot use; if left blank, it will be assumed any allocated share will be acceptable.

Bids are irrevocable: Once TransCanada accepts a shipper's bid as a winning bid in an STFT open season it is binding and irrevocable, regardless of any changes to approved tolls (whether higher or lower than the bid price) after the bid is submitted. Shippers are responsible for confirming any approved future toll changes by contacting their mainline transportation representative before bidding. Shippers that submit bids without taking into account an approved toll reduction may not revise their bids after they are submitted. Note as well that a STFT bid is effectively "take or pay", i.e. the service is charged for whether or not it is used.

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STFT GST Procedure – For Export Points Only

Pursuant to the Excise Tax Act all Canadian natural gas transporters are required to invoice GST on all services. GST for transportation of gas that is consumed in Canada is set at 6%. GST for transportation of gas that is contracted to an export point may qualify for zero-rating (0% GST).

For export contracts, Shippers may execute a Declaration which notifies TransCanada that the Shipper's contract is intended to serve an export market and therefore any potential portion of the daily contract quantity that is not nominated should be zero-rated. The STFT Declaration is located in the STFT Bid Form.

Please note, at the nominations level, Shippers must still zero-rate their export nominations if they wish to be zero-rated. Enhancements to TransCanada's nomination screens have been released to assist Customers in this process. However, this does not zero-rate the contract and any potential portion of the daily contract quantity that may not be nominated will be charged GST.

On an ongoing basis, Shippers may replace their Declaration with a new Declaration to accommodate new and existing export contracts. For existing contracts, TransCanada will only effect changes at the beginning of the month. For new contracts, the Shipper can zero-rate on the effective date as long as the new Declaration is received by TransCanada before its effective date. Each Declaration will supersede and replace any prior Declaration and as a result, require a complete list of export contracts to be zero-rated. TransCanada will assist Shippers in determining their contract numbers. TransCanada will only apply Declarations on a prospective basis.

For more information about TransCanada's GST Practices please see the [STFT Bid Form](#).

STFT Service Contracts

The STFT capacity posted in this bulletin is available to shippers who have a fully executed Short Term Firm Transportation Service Contract. If you do not have an STFT Service contract, and wish to bid for STFT Service in the future, please contact your Eastern Sales & Marketing Representative.

Contacts:

Zafir Samoylove	(403) 920-6831 / FAX: (403) 920-2343
Sean Meilleur	(403) 920-5825 / Cell: (403) -831-3728