

CONSTRUCTION PROGRESS REPORT No. 2
Otter Lake Compressor Station Unit Addition (Otter Lake Unit Addition)
Reporting Period – January 26, 2017 to February 8, 2017

1.0 REPORT OVERVIEW

The Otter Lake Unit Addition consists of the addition of a 30 megawatt (MW) compressor unit addition to NGTL's existing Otter Lake Compressor Station located at SW-08-091-16 W5M.

This construction report (Report) complies with Condition 18 of Certificate GC-126, which requires NGTL to report on the following:

- activities carried out during the reporting period
- any environmental, socio-economic, safety and security issues
- any non-compliance issues
- measures undertaken to resolve each issue and noncompliance

This Report discusses the construction activities for the Otter Lake Unit Addition that occurred between January 26, 2017 and February 8, 2017 (Reporting Period).

2.0 CONSTRUCTION PROGRESS

A summary of construction activities for the Otter Lake Unit Addition is as follows:

- Continuation of pipe fabrication and structural steel fabrication at Prime contractor fabrication shop (Crossfield, Alberta)
- Camp construction is complete, final commissioning is underway
- Ongoing compressor site grading
- Compressor building footprint excavation and backfilling is underway
- Piling activities are underway

Table 1 summarizes the status of major construction activities on the Project during the Reporting Period.

Table 1: Construction Activity Summary

Activity	% Complete
Pipe Fabrication	90
Structural Steel Fabrication	55
(Camp) Construction Crew Mobilization	100
(Camp) Survey Sweep	100
(Camp) Site Clearing/Grading	100
(Camp) Site Rig Mat Installation	100

Table 1: Construction Activity Summary (cont'd)

Activity	% Complete
(Camp) Building Mobilization	100
(Camp) Building Installation	100
Prime Contractor Mobilization	100
Prime Contractor Construction	15

3.0 ENVIRONMENT

No major or critical environmental incidents occurred in the Reporting Period.

4.0 SAFETY AND SECURITY

No major or critical safety or security incidents were recorded during this Reporting Period. For a summary of safety and security incidents, see Table 2.

Table 2: Safety Incidents

Description	Reporting Period/Total
Safe Acts	0/0
Unsafe Acts	0/0
Safety 24/7	0/0
Near Hits	0/0
Minor	3/3
Serious	0/0
Major	0/0
Critical	0/0
Note: For incident descriptions, see <i>TransCanada Incident Classification Guide</i> , Safety/Security sections.	