



# TC PipeLines, LP

## 2007 Master Limited Partnership Investor Conference

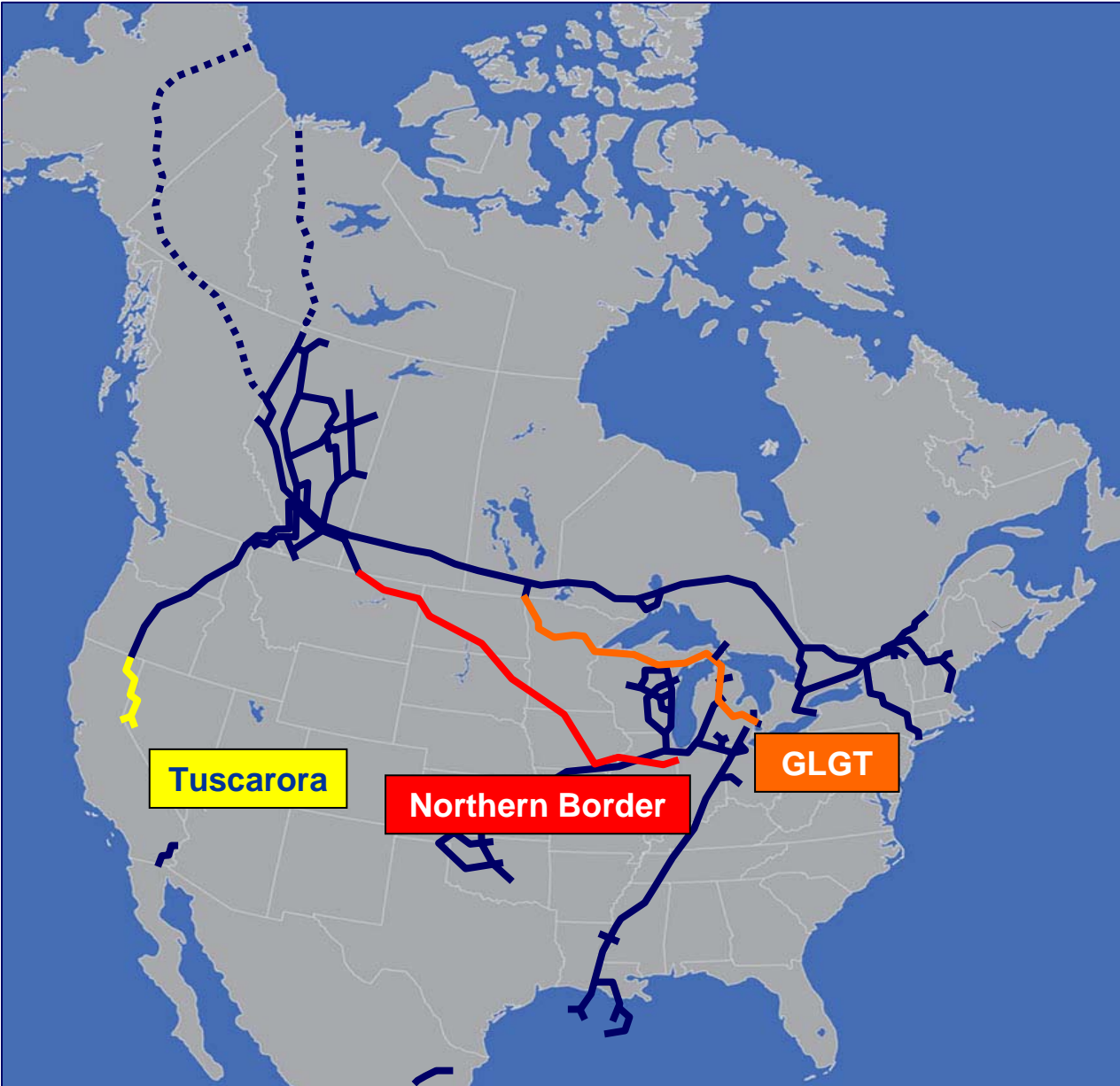
**Mark Zimmerman**  
*President*

# Forward Looking Information



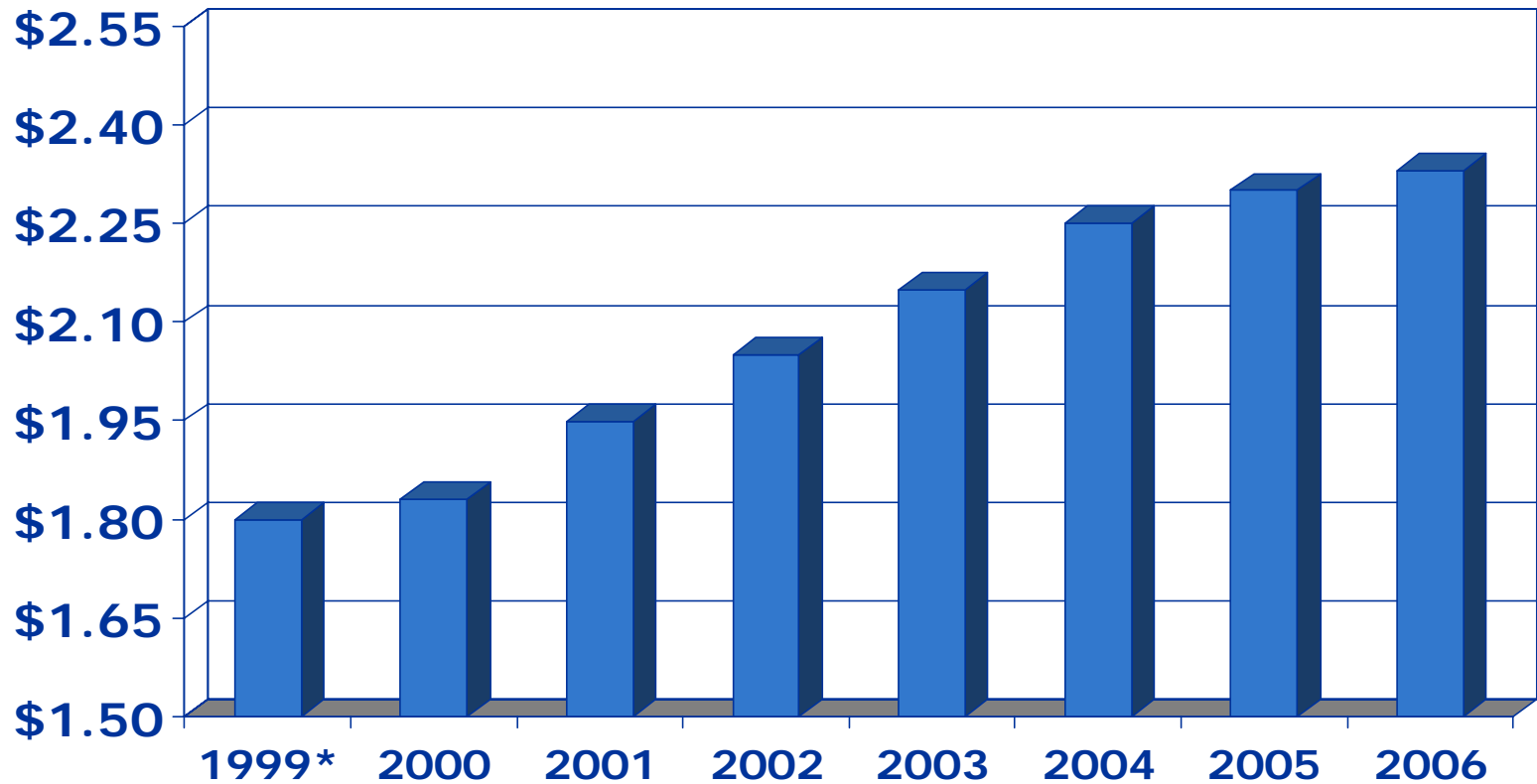
This presentation includes forward-looking statements regarding future events and the future financial performance of TC PipeLines, LP (the “Partnership”). Words such as “believes”, “expects”, “intends”, “forecasts”, “projects”, “goals”, and similar expressions, identify forward-looking statements. All forward-looking statements are based on the Partnership’s current beliefs as well as assumptions made by and information currently available to the Partnership. These statements reflect the Partnership’s current views with respect to future events. The Partnership assumes no obligation to update any such forward-looking statement to reflect events or circumstances occurring after the date hereof. Important factors that could cause actual results to materially differ from the Partnership’s current expectations include: performance of Great Lakes Gas Transmission following the acquisition, regulatory decisions, particularly those of the Federal Energy Regulatory Commission and the Securities and Exchange Commission, the ability of Northern Border Pipeline to recontract its available capacity at maximum rates, operational decisions of Northern Border Pipeline’s operator, the failure of a shipper on any of the Partnership’s pipelines to perform its contractual obligations, cost of acquisitions, future demand for natural gas, overcapacity in the industry, and other risks inherent in the transportation of natural gas as discussed in the Partnership’s filings with the Securities and Exchange Commission, including the Partnership’s Annual Report in our Form 10-K for the year ended December 31, 2006.

# TC PipeLines, LP



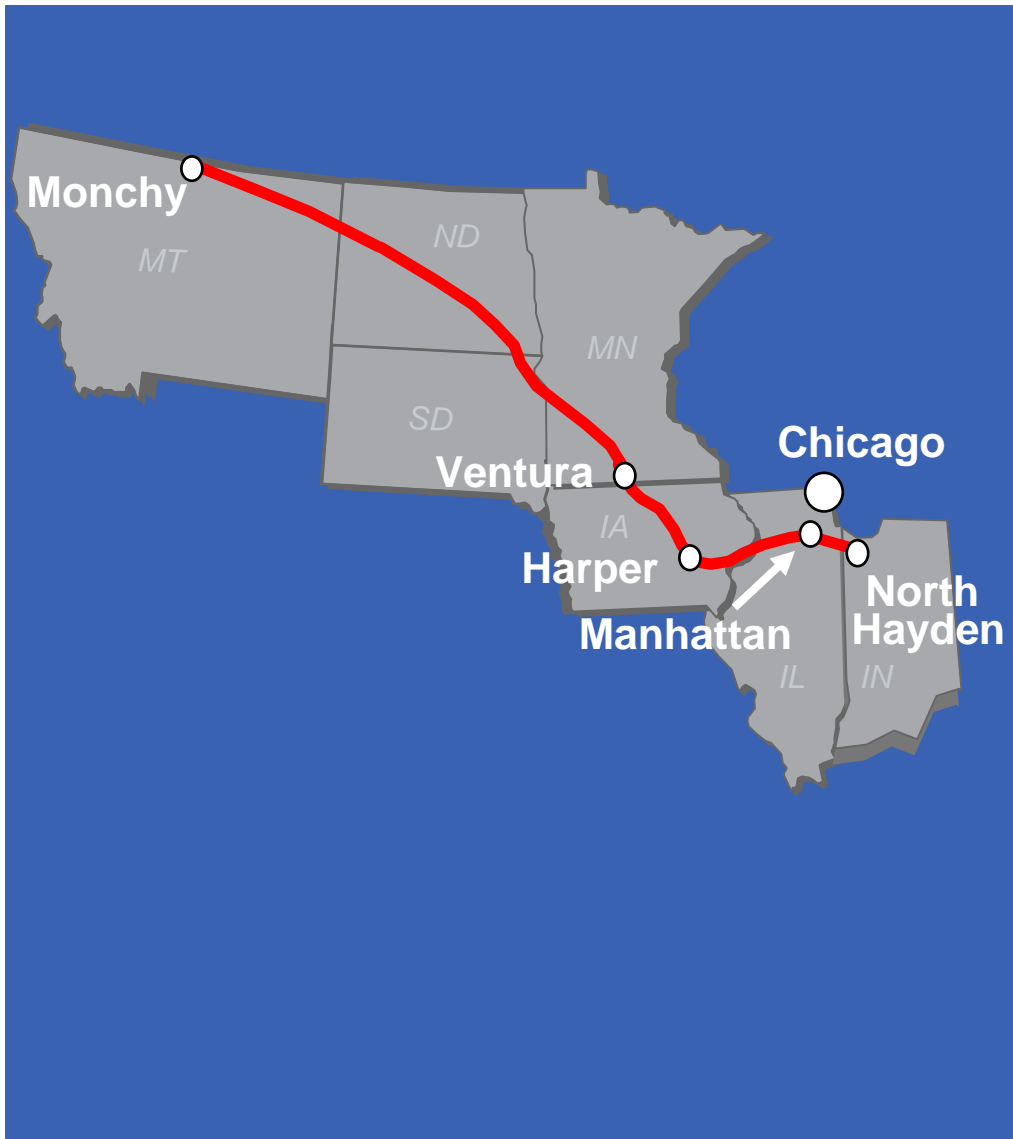
- **NASDAQ symbol: TCLP**
- **Goal: continue to provide stable, sustainable and growing cash distributions**
- **Investments:**
  - **99% controlling interest in Tuscarora**
  - **50% interest in Northern Border**
  - **46.45% interest in Great Lakes Gas Transmission**

# Stable, Sustainable and Growing Cash Distributions



*\*Pro-rated for full year*

# Northern Border Pipeline Company



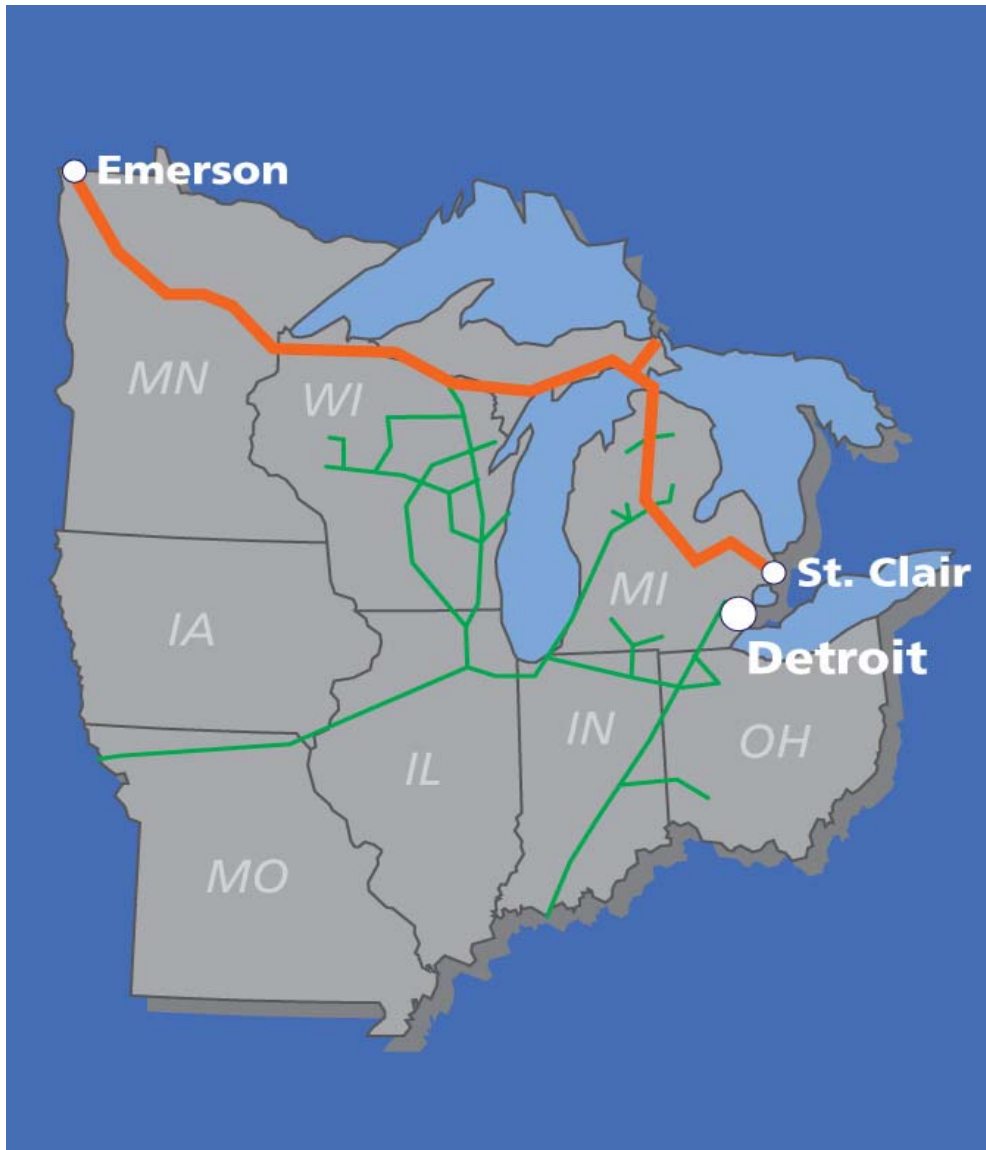
- TC PipeLines, LP has a 50 per cent interest
- 1,249 miles of pipelines
- 2.4 billion cubic feet per day of receipt capacity
- Transporting approximately 20 per cent of all natural gas imported from Canada
- Provides access to Midwest markets through multiple interconnects
- 97 per cent of tariff revenue based on fixed demand charge in 2006
- Weighted average contract life of approximately 2 years
- Completed Chicago III expansion in 2006
- S&P / Moody's Credit Ratings: A- / A3
- TransCanada to be operator April 1, 2007

# Tuscarora Gas Transmission Company



- TC PipeLines, LP has a 98 per cent interest
- 240 miles of pipelines
- 191 million cubic feet per day of receipt capacity
- Receives supply from Gas Transmission Northwest ('GTN'), a pipeline wholly-owned by TransCanada that serves markets in California, Nevada and the Pacific Northwest
- Weighted average contract life of approximately 11.7 years
- Strong alignment with largest customer (Sierra Pacific)
- Numerous lateral expansions over last five years
- Current Tracy expansion for 40,000 dth/day expected to be in-service in early 2008
- Recent rate settlement fosters stable cash flow
- TransCanada manages operations

# Great Lakes Gas Transmission



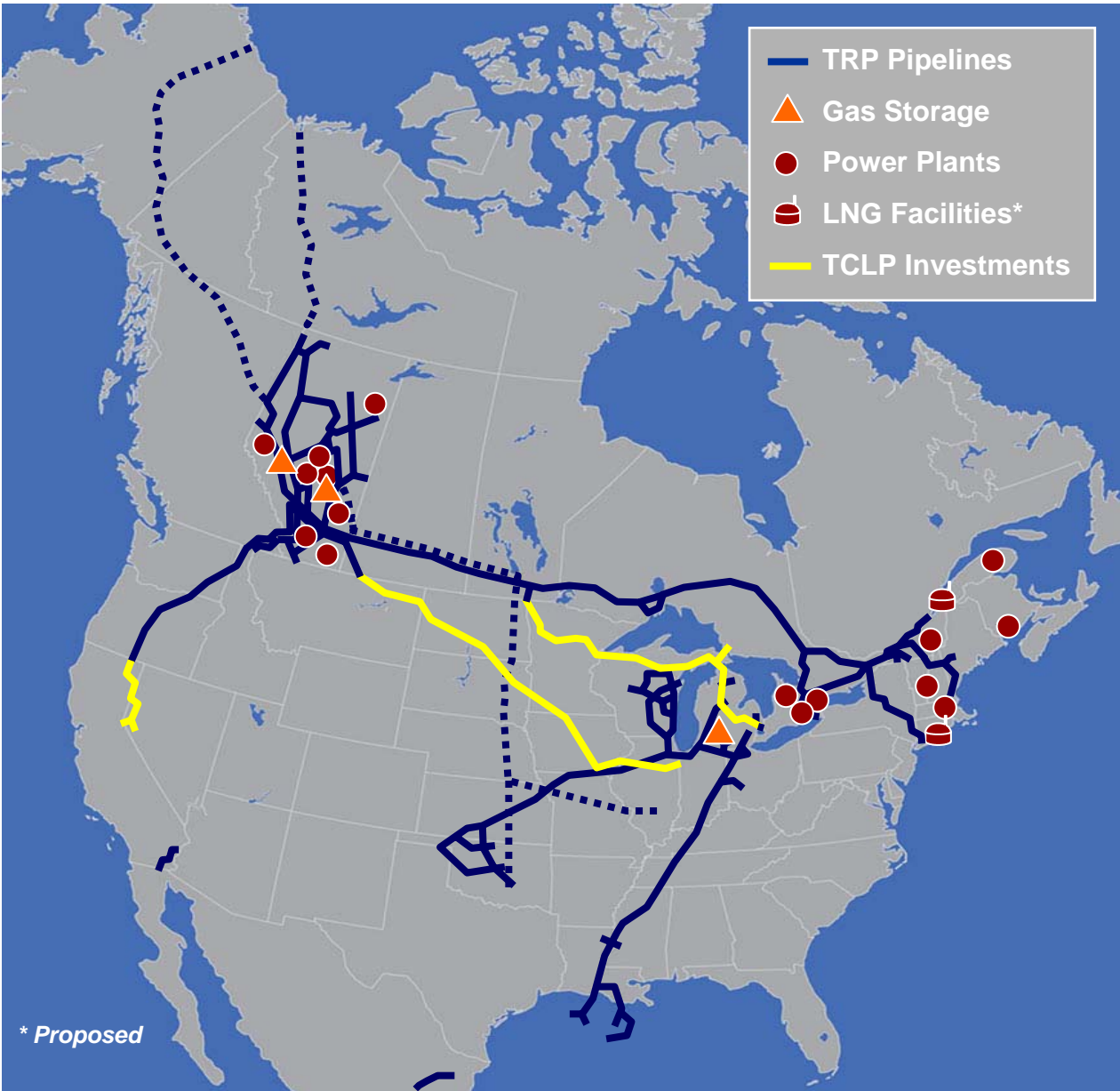
- TC PipeLines, LP has a 46.45 per cent interest
- 2,115 miles of pipelines
- 2.6 billion cubic feet per day of receipt capacity
- Connected to TransCanada system at Emerson, Manitoba and delivers gas to Midwest markets and to Ontario at Sault Ste. Marie and St, Clair
- Approximately 59 per cent of 2006 contracts with TransCanada
- Well-run, high quality asset
- 178 employees
- TransCanada owns 53.55 per cent
- TransCanada manages operations

# TCLP 2006 Highlights



- **3 acquisitions announced in 2006 with an equity value of approximately \$1.5 billion**
- **Rate Settlements at Northern Border and Tuscarora investments provide stability of tariff rates for future**
- **Distribution increase in October 2006 to annualized \$2.40 per common unit**
- **Total unitholder return of over 19 per cent in 2006**

# Strong Corporate Sponsor

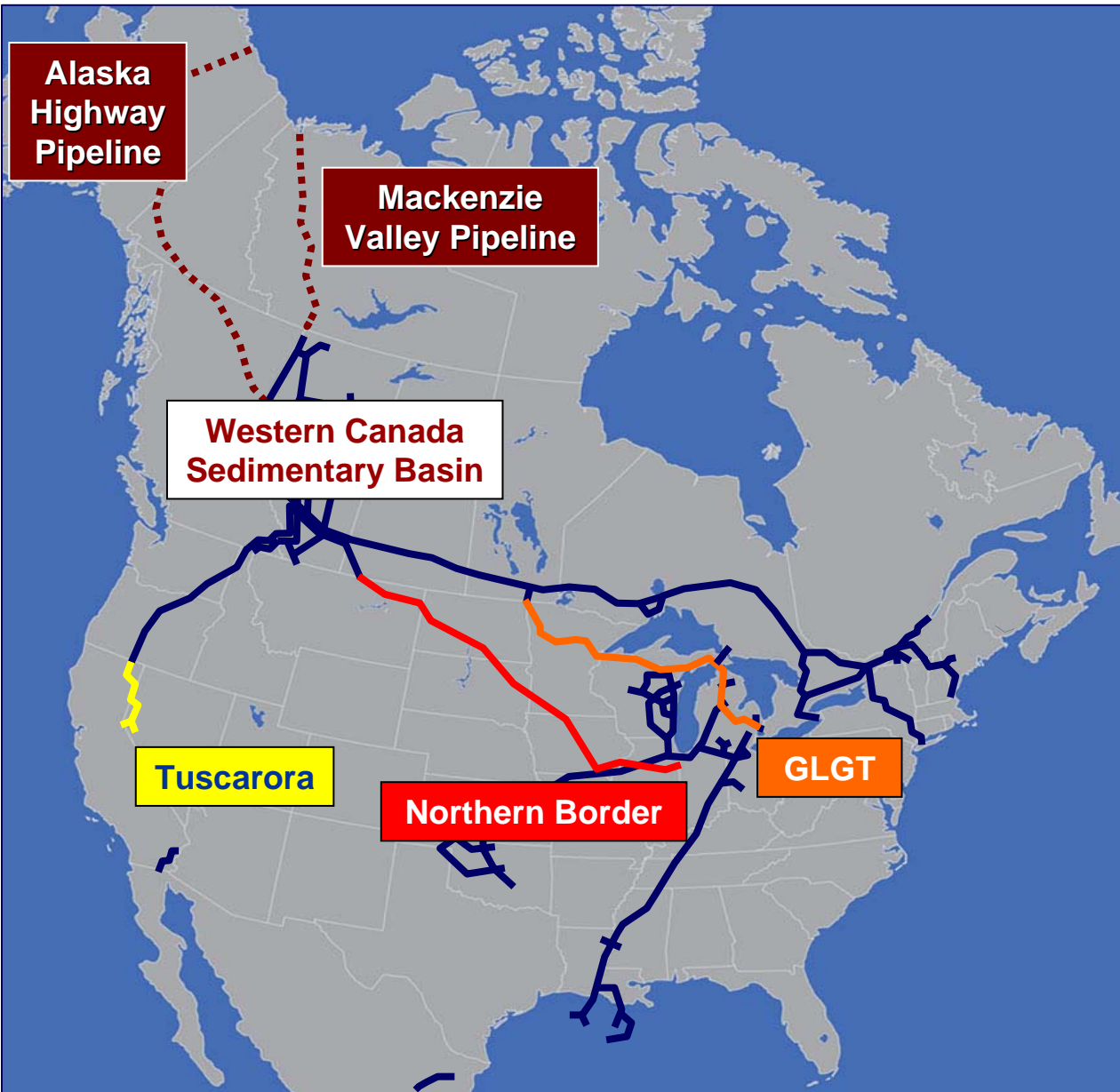


## TransCanada (TRP)

- Exchange: NYSE/TSX
- Market Cap: \$Cdn 19B
- 36,500 miles of wholly owned pipeline
- Interests in an additional 4,600 miles of pipeline
- Natural gas storage capacity of approx. 360 Bcf
- 16 power plants
- 7,700 megawatts
- Proposed crude oil pipeline and two LNG terminals

\* Proposed

# Strong Natural Gas Fundamentals



- Northern Border is well positioned to move Western Canada Sedimentary Basin and northern natural gas to Chicago and other Midwest markets
- Similarly, Tuscarora is well positioned to serve gas markets in Northeast California and Northwest Nevada
- GLGT is well positioned to transport Western Canadian gas to Eastern Canadian and US markets

# TCLP Investment Highlights



- **History of stable, sustainable and growing cash distributions for unitholders**
- **Investments in energy infrastructure assets**
  - **Strong natural gas fundamentals**
  - **Strategic location**
  - **Regulatory support**
- **Strong stewardship from TransCanada**
  - **Operations management of TCLP investments**
  - **Management team expertise to review investment opportunities**
  - **TCLP assets integral to TransCanada supply network**



## Questions and Answers



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