ENERGY TRANSFER
Tiger Pipeline

ETC Tiger Pipeline, LLC

Bid Evaluation Formula

Pursuant to the requirements in Section 2.1(c) of the General Terms and Conditions of ETC Tiger Pipeline's FERC NGA Gas Tariff, bids will be evaluated by determining the highest economic value using the current Commission interest rate as defined in 18 C.F.R. Section 154.501(d) pursuant to the following formula* :

$$R \times \frac{1 - (1 + i)^{-n}}{i} \times Q \times 30.4 \text{ days/month} = \text{present value}$$

where:

i = interest rate per month using the current Commission interest rate as defined in 18 C.F.R. Section 154.501(d)

n = term, in months

R = the rate bid ($/dth reservation charge)

Q = the Quantity stated in dth/day

*To the extent the open season states bids will be evaluated on a per Dth basis, the present value will be divided by the Quantity stated.