

2nd August, 2017

Astomos Energy Corporation

Canadian LPG Sales and Purchase Agreement with AltaGas

Astomos Energy Corporation (Astomos) and AltaGas Ltd. (AltaGas) hereby announce that they have agreed to conclude LPG Sales and Purchase Agreement (SPA) for Canadian LPG lifted from Ridley Island Propane Export Terminal (RIPET) in West Coast Canada led by AltaGas.

1. Brief description of Sales Purchase Contract

- (1) Seller : AltaGas Ltd.
- (2) Period : Multi-Year basis from the start of export
- (3) Product : Fully Refrigerated Propane
- (4) Terminal : Ridley Island Terminal, Prince Rupert, BC, Canada
- (5) Operations Start : Q1 2019 with first shipment expected in Q2 2019

2. Background

Astomos and AltaGas concluded a Memorandum of Understanding (“MOU”) for the basic terms and conditions regarding a fully termed and legally binding LPG SPA in 1st July, 2016 and they have agreed to conclude the LPG SPA today.

Purpose of this SPA is to secure a new source of LPG in West Coast Canada, which is notably a 10-day distance from Japan and politically stable. Moreover, the transport route from West Coast Canada to Japan without passing any canals and straits assures the safe and continuous supply of LPG to Japan.

In addition, RIPET is expected to be the first propane export facility on Canada’s west coast. The LPG SPA between Astomos and AltaGas contributes to expand the cooperative ties between Canada, which develops the export market for LPG in Asia and Japan, which needs the energy supply.

【Media Contact】

<http://www.astomos.com>