

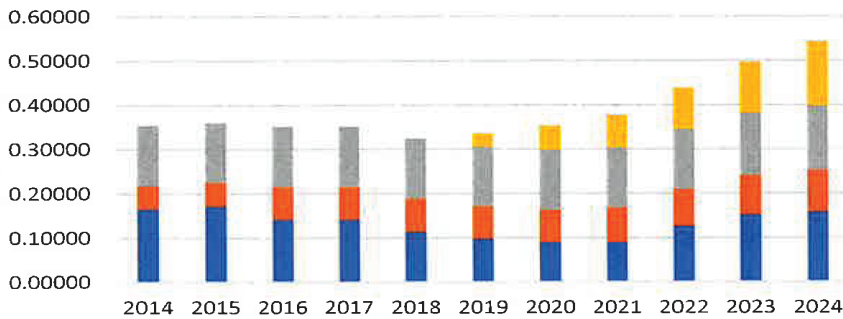


CONCERNS & BILLING COSTS

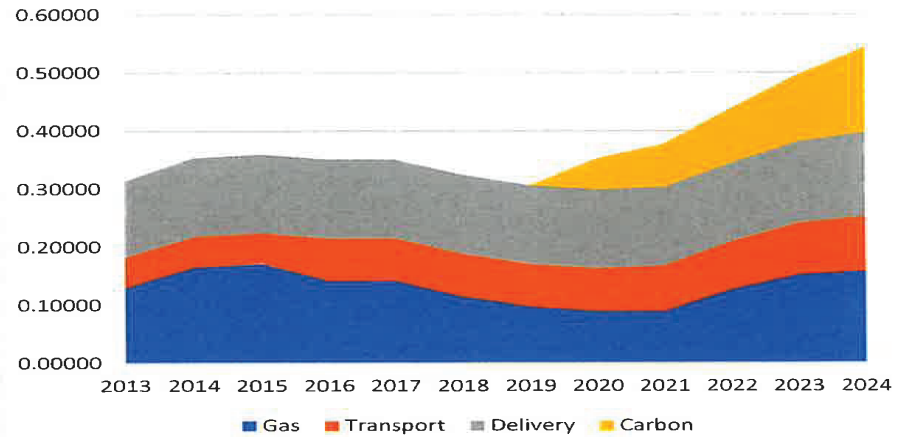
Some Six Nations Gas customers have expressed concerns regarding our billing charges. We hope the following information helps give you a better understanding.

- We are a self sufficient, small utility company that is community based.
- our goal is to provide natural gas services at the lowest cost to stay in the black and avoid deficit.
- Carbon reduction plan costs represent nearly 80% of our 10-year increases. We have no control over this cost.
- Between the years 2014 and 2024, there has been an average increase of approximately \$40 per year for residential customers.
 - Roughly \$30 of this increase is due to the Carbon cost, and just under \$10 per year is due to increasing costs to Six Nations Natural Gas, mainly due to inflation.
- We purchase our gas supply in the competitive market using a portfolio approach.
 - This protects you from extreme volatility of the industry when prices get very high.
 - It can also delay how quickly lower costs flow through to you.
- We offer an equal billing payment plan to our customers to help with budgeting.

Costs by Billing Component (cents/m3)



10 Year Evolution of Unit Costs



2024 versus 2014

10 year cost comparison for 2000 cubic meters

	2014	Total	2024	Total	Difference
Gas	0.1654	330.86	0.1589	317.80	-13.06
Transport	0.0535	107.02	0.0944	188.88	81.86
Delivery	0.1350	270.00	0.1450	290.00	20.00
Carbon			0.1454	290.70	290.70
Annual Total \$		\$ 707.88		\$ 1,087.38	\$ 379.50
					10 yr incl. carbon
					290.70 Carbon impact
					\$ 88.80 10 yr difference excl. carbon

The average household consumes approximately 2000 cubic meters of natural gas per year.

Excluding Carbon, there is a 10-year increase of \$88.80, or an average increase of \$8.88 per year.

Including Carbon there is a total increase of \$379.50, or an increase of \$37.95 per year.

Note: the Carbon charge has only applied since 2019. The impact of the Carbon charge has been an increase of \$290.70 since 2019, or an average annual increase of \$48.45 per year over the past 6 years it has been applied. This is on all fossil fuels including; natural gas/gasoline/propane etc.

Note: The Supreme Court of Canada ruled the Carbon charge as a regulatory fee, so it is not considered a tax in the normal sense of the word, meaning First Nations are not exempt.