



HAISLA NATION COUNCIL

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Cedar LNG Project Update

April 4, 2024

The Haisla Nation recently announced the achievement of major project milestones related to the advancement of its Cedar LNG Project, in which the Haisla are majority owner.

These critical milestones – issuance of a Notice to Proceed and the finalization of offtake agreements – allow the project partners to proceed to secure financing, which is required prior to making a final investment decision (FID), expected by the middle of 2024.

The following document provides an update on the project, including next steps.

Offtake Agreements Secured

- A 20-year take-or-pay fixed toll contract has been signed with ARC Resources Ltd. 50% of the project's total capacity.
- As part of the agreement, ARC will supply Cedar LNG with approximately 200 million cubic feet per day of sustainable, Canadian natural gas for liquefaction at the environmental-leading Cedar LNG facility.
- Haisla's partner Pembina has executed an identical bridging agreement with Cedar LNG the other half of the project's capacity. Commercial offtake discussions are continuing with multiple other customers as Pembina intends to assign its capacity to a third-party following a positive FID.

Notice to Proceed

- The issuance of the NTP directs our EPC Contractor, Samsung Heavy Industries and Black & Veatch, to finalize engineering and design for, and commence construction of, Cedar LNG's state-of-the-art floating LNG facility (FLNG).
- Once complete, and subject to a FID, the FLNG unit will be transported from Korea to the Cedar LNG site in Haisla traditional territory in the Douglas Channel, signaling a step change for the LNG industry and Indigenous people everywhere.

Construction Commencement

- With major development milestones achieved, Cedar LNG is preparing for construction, which could commence as early as May 2024.
- Initial activities include tree clearing and rough grading activities at our proposed marine terminal near Kitimat.
- While these activities would precede the project's FID, they are critical to advance now to maintain our project construction schedule.
- A fundamental aspect of our project is maximizing benefits for Haisla members through revenues, as well as contracting and employment.
- Over the coming weeks and months, our team will be working to identify available opportunities for Haisla members as part of project construction.