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Sent via eFile and E-Mail

September 17, 2018

B.C. Utilities Commission
Suite 410 - 900 Howe Street
Vancouver, BC V6Z 2N3

File No.: 4.2.7 (2018)

Attention: Patrick Wruck
Commission Secretary and Manager, Regulatory Support

Dear Mr. Wruck:

**Re: Pacific Northern Gas Ltd.
Application for Approval of Letter Agreement between
Pacific Northern Gas Ltd. and Triton LNG Limited Partnership
Request to Suspend Proceeding – PNG Reply Submission**

Further to the Commission's letter of September 10, 2018, seeking comments on the request by Pacific Northern Gas Ltd. (PNG) for an order of suspension of the regulatory process for the referenced application, and in response to the comments submitted by Western LNG (WLNG) on September 13, 2018, please consider the following submissions of PNG.

PNG appreciates the concerns raised by WLNG, specifically: (i) that the proposed suspension will produce no new information that will aid the Commission in making a determination on the public interest of the Letter Agreement under review and that discussions with other prospective shippers during the proposed period of suspension will not be "fair and equal"; and (ii) that the process will be "drawn out and lengthy".

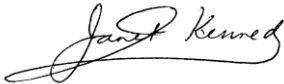
On the first matter, PNG reiterates that the request to suspend the proceeding was made in consideration of PNG's existing commitments, including taking all steps reasonably required to secure Commission approval of the Letter Agreement. As noted in PNG's request for suspension, PNG has obtained the support of Triton LNG to suspend the proceeding in order to explore processes that are beneficial to all stakeholders.

On the second matter, PNG is very cognizant that a timely solution is considered key to all stakeholders and their project planning efforts. To this end, PNG has identified interested parties and has communicated the intent to undertake the planned multilateral discussions. Further, PNG has established a timetable commencing as soon as possible to meet with interested parties to share information and obtain feedback on PNG's preliminary views for proposed processes for the allocation of existing and expansion capacity.

Despite the concerns noted, PNG is appreciative of WLNG's stated support for a limited suspension of this proceeding until November 1, 2018. Further, depending on the progress and status of discussions as at November 1, 2018, PNG is of the view that it may be in a position to withdraw the Application or to seek a further suspension at that time.

Please direct any questions regarding this matter to my attention.

Yours truly,

A handwritten signature in cursive script that reads "J.P. Kennedy". The signature is written in black ink and is positioned below the text "Yours truly,".

J.P. Kennedy

cc: Triton – Dan Woznow
Western – Davis Thames
Western – Keith Bergner (Lawson Lundell)
BCOAPO – Leigha Worth