

what's NEXT.



CIBC Clean Energy Investor Conference

David Cornhill
Chairman and Chief Executive Officer
February 18, 2009



Forward-looking information



- Certain information presented today may constitute forward-looking statements with respect to AltaGas Income Trust (the Trust). Such statements reflect the Trust's current expectations, estimates, projections and assumptions. These forward-looking statements are not guarantees of future performance and are subject to certain risks which could cause actual performance and financial results to vary materially from those contemplated in the forward-looking statements. For additional information on these risks see the Trust's Annual Information Form under the heading "Risk Factors".

A pure play in energy infrastructure

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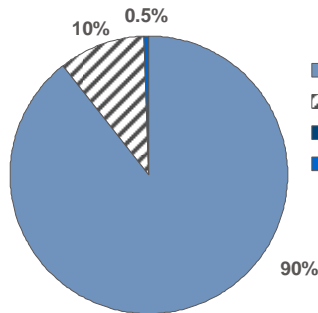
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Our power business

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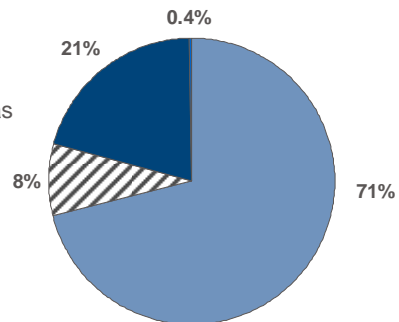
Generating power

December 31, 2008



Generating power

December 31, 2009



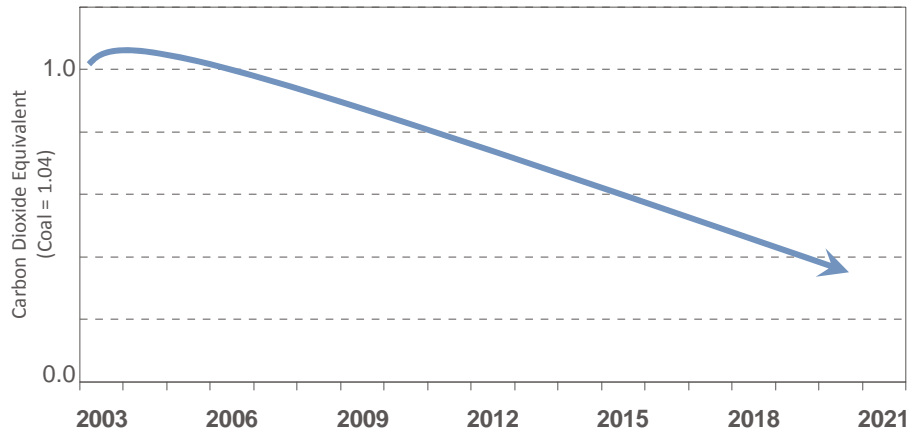
* Based on power generation capacity

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Power business strategy

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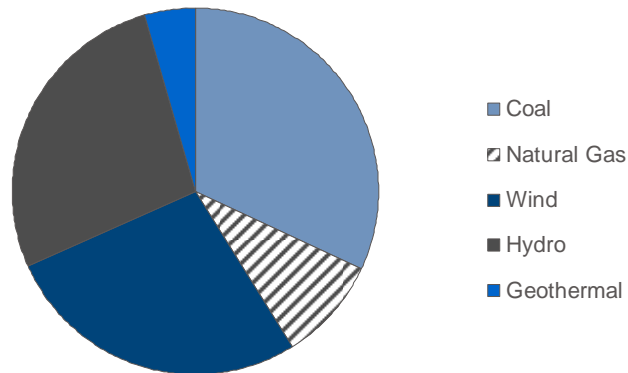
AltaGas' Power Business Carbon Intensity



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Generating capacity in 2015

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Planned generating capacity based on strategic planning and assumes current projects under development are completed.

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Conventional power portfolio




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Sundance B PPAs

- 353 MW coal-fired generation
- Approximately $\frac{2}{3}$ of 2009 generation hedged at similar prices to 2008

Gas-fired peaking plants

- 39.4 MW gas-fired generation
- Clean-burning gas

-  Coal-Fired Power Generation
-  Gas-Fired Power Generation
-  New Gas-Fired Power Generation



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Gas-fired peaking plants

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- 14.4 MW additional power generating capacity installed at Bantry and Parkland
- In-service September 2008; integrated with existing peaking plants



Bantry peaking plants

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Renewable power

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Ensure long-term sustainability of power business

- Expand portfolio
- Diversify by geography and fuel source
- Market demand for clean energy
- Stable, low-risk projects
- Secured by long-term contracts




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Wind projects

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Development portfolio	Estimated Capacity (MW)
Canada	
Alberta	100
Manitoba	400
U.S.	
California	290
Colorado	100
Nevada	220
New Mexico	200
North Dakota	192
Total	~1,500

 Wind under construction

 Wind development opportunities

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Bear Mountain Wind Park

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Diversifying our power portfolio

- Construction underway – scheduled to be in service November 2009
- Add significant cash flow in 2010



Transmission lines, January 2009



Bear Mountain ridge, September 2008

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Bear Mountain Wind Park

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Completed turbine foundation, October 2008



Substation under construction, February 2009

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Other wind developments

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Glenridge

- ~100 MW located in southeast Alberta
- Two years of data collected & environmental assessment underway

U.S. Developments

- Walker Ridge (CA)
- Spanish Flat (NV)
- Chateaux Hill (NM)



Glenridge development

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Run-of-river projects

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Location	Project	Capacity (MW)
Northwest B.C.	Forrest Kerr	195
	McLymont Creek	66
	More Creek	60
	Volcano Creek	16
Southwest B.C.	6 projects under development	~70
		~400 MW



- Hydro Power Generation
- Hydro Power Generation Under Development

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Forrest Kerr run-of-river project

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Large scale project expected to produce clean, renewable energy for British Columbia

- 195-MW run-of-river project located on the Iskut River in Northwest B.C.
- In-service target of 2014
- Bid into BC Hydro's 2008 Call for Power
- Construction support infrastructure in place



Convergence of Iskut River and Forrest Kerr River

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McLymont Creek and Volcano Creek

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- Located on Iskut River, near Forrest Kerr site
- Submitted into BC Hydro's 2008 Clean Power Call
- Construction synergies with Forest Kerr, including transmission lines

McLymont Creek

- 66-MW project, 11 km downstream of Forest Kerr
- In-service target of 2015

Volcano Creek

- 16-MW project on small tributary of Iskut River
- In-service target of 2016



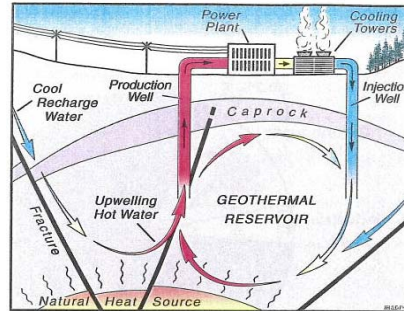
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Geothermal energy

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Long-life assets that provide consistent cash flow

- Excellent long-term potential
- Reliable, renewable energy source
- Minimal environmental impact
- Base-load power
- Consistent and predictable cash flows

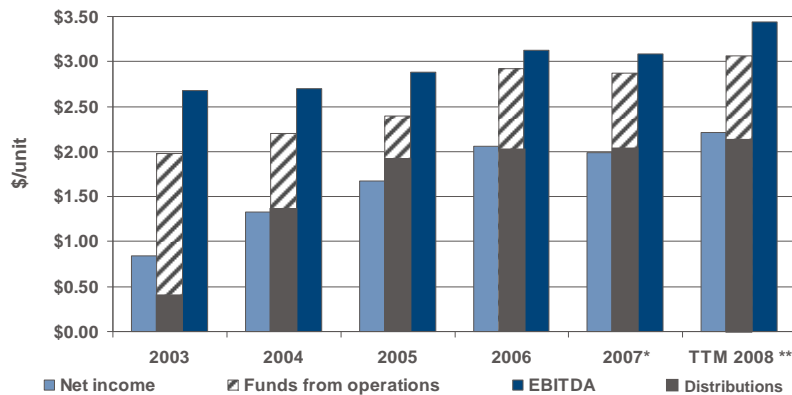


Source: University of Utah Energy & Geosciences Institute (EGI)

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Strong track record

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* 2007 net income per unit shown net of \$0.09 per unit non-cash tax adjustment due to SIFT tax

** Trailing twelve months ended September 30, 2008 normalized for the reduction in future tax liability

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Disciplined financial strategy



Balance sheet strength and strong liquidity

In February, AltaGas successfully issued \$100 million of equity

Plan to term out debt to eliminate refinancing risk for 2010

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Financial strength and flexibility



Strong Balance Sheet

- 37.5% debt-to-total capitalization
- Investment-grade bond ratings

Strong Cash Flow

- \$65-75 million TTM non-distributed cash flow and growing ⁽¹⁾⁽²⁾
- Strong coverage ratio

Strong Liquidity

- \$750 million in total credit facilities; more than \$350 million available ⁽¹⁾
- Strong banking group

(1) As at September 30, 2008

(2) Normalized for Taylor acquisition, as at September 30, 2008

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What's NEXT.

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Pure play – energy infrastructure

Financially strong with long-life cash flows

Quality growth opportunities

Geographic diversification

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