

what's NEXT.



Scotia Capital's Electron Day 2008:
"The Carbon and Credit Challenge"

David Cornhill
Chairman and Chief Executive Officer
November 20, 2008

AltaGas
Well connected

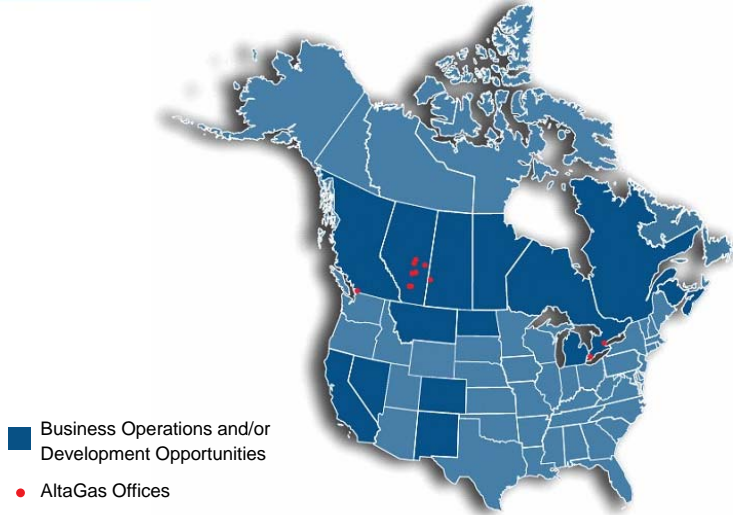
Forward-looking information

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- 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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- Business Operations and/or Development Opportunities
- AltaGas Offices

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Our business

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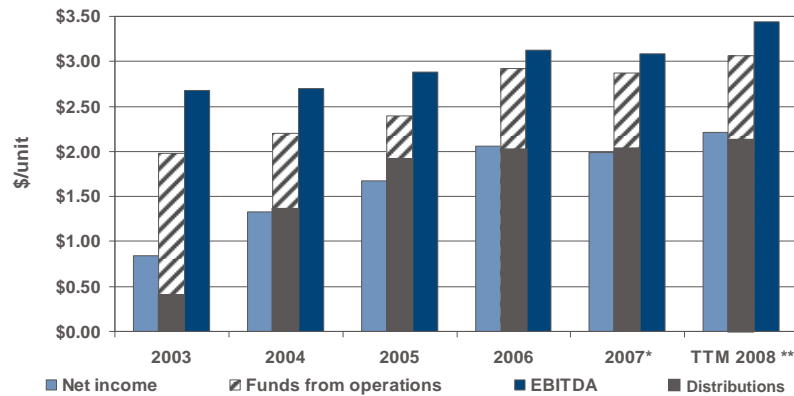
Meeting energy demand

- Gas and power infrastructure
- Large fixed-return component
- Long-term contracts
- Stable cash flow

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Strong track record

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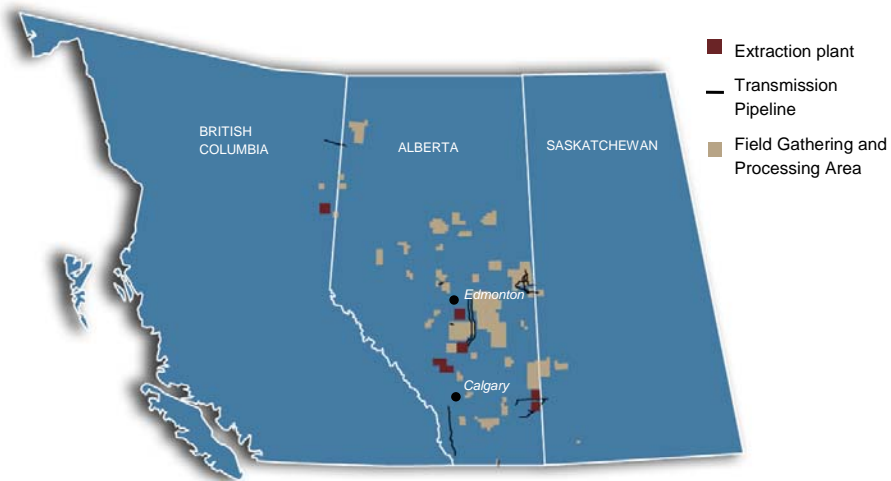
* 2007 net income per unit shown net of \$0.09 per unit non-cash tax adjustment due to SIFT tax

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

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Gas assets

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Power assets

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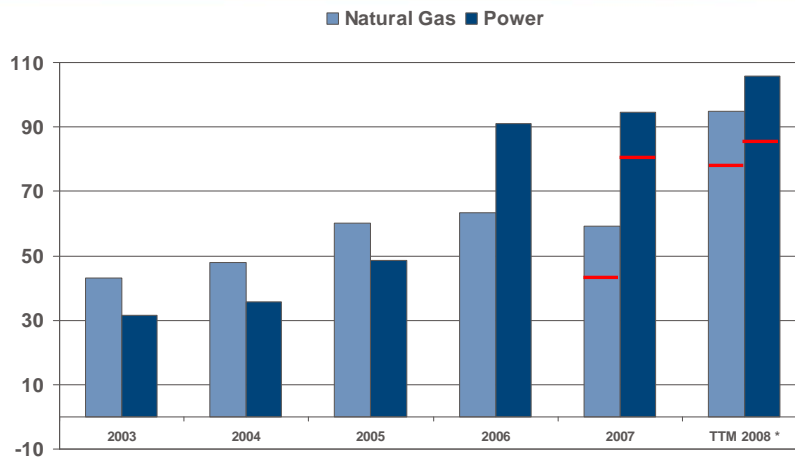


-  Coal-Fired Power Generation
-  Gas-Fired Power Generation
-  New Gas-Fired Power Generation
-  Wind Power Generation Under Development
-  Hydro Power Generation

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Growing our gas and power businesses

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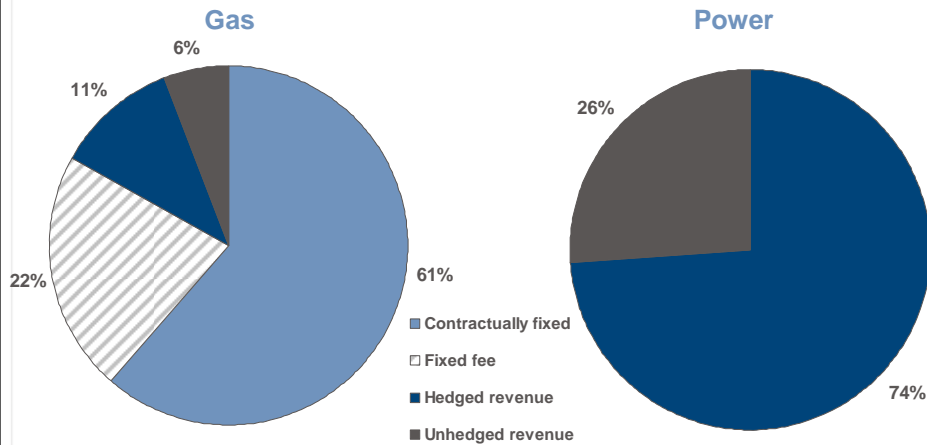
* Operating income for the trailing twelve months ended September 30, 2008

— Indicates operating income for nine months ended September 30

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Stable revenue sources

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Outlook – growth in 2008 and beyond

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2008 operating results expected to be stronger than 2007

- Gas – expect results to increase due to larger asset base
- Power – expect results to increase due to higher hedged power prices

2009 and beyond – continued opportunities to grow

- Harmattan initiatives, Pouce Coupe, Sarnia, Bear Mountain
- Long-term projects in hand – Forrest Kerr
- Management expects to convert to a corporate structure by 2011

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Financial strength



Strong Balance Sheet

- 37.5% debt-to-total capitalization
- Cash on hand
- Investment-grade bond ratings

Strong Cash Flow

- EBITDA approaching a quarter billion dollars
- \$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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Funding future growth



2008

- \$225 million capital funded by cash flow, equity and debt
- \$750 million in total credit facilities; more than \$350 million available ⁽¹⁾

2009-10

- 2009 - \$165 million committed capital and \$85 million additional growth capital and 2010 planned growth capital
- Funded by cash flow, DRIP equity funds and debt
- Available credit facilities

2011 and beyond

- 2011 and beyond growth capital funded by significant increase in cash flow, DRIP equity and debt

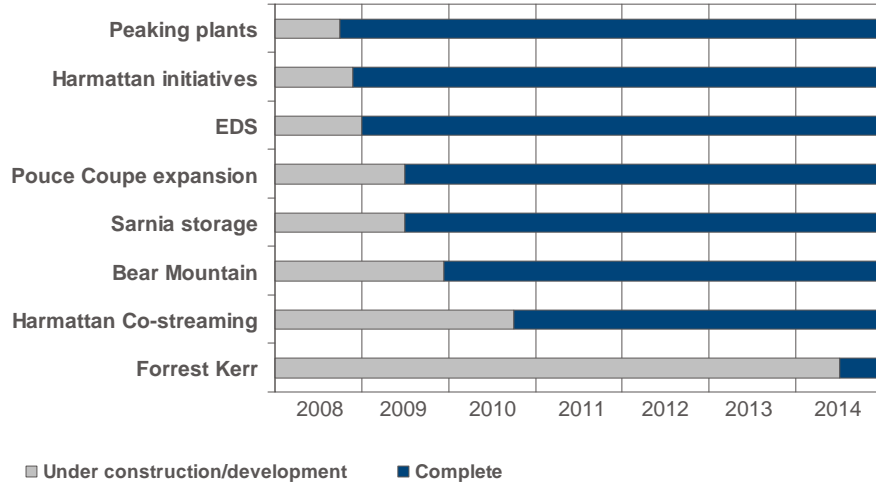
(1) As at September 30, 2008

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Current growth projects

Timing of cash flow contribution

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Renewable energy

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Ensure long-term sustainability of power business

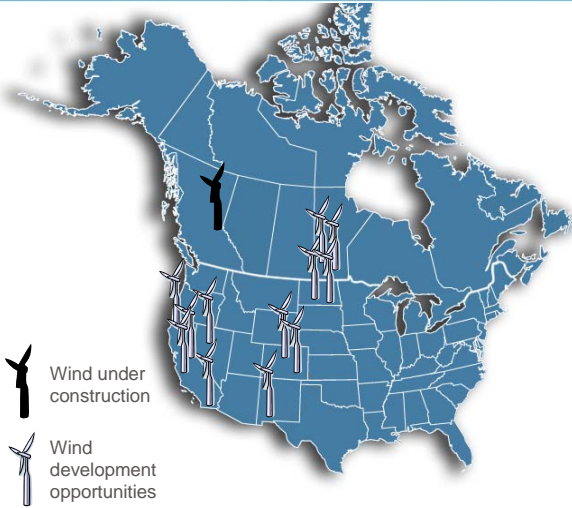
- Expand portfolio
- Diversify by geography and fuel source
- Market demand for clean energy
- Stable, low-risk projects
- Secured by long-term contracts



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Wind projects

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Status	Net Capacity (MW)
Mature Development	
Roughrider (ND)	92
Yellowhead (MB)	200
Reston (MB)	200
Early stage development	
Nine projects in the Western U.S.	~800
	~1,300

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Bear Mountain Wind Park

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- Construction underway – project on time and on budget
- Diversifying power portfolio
- Expect cash flow in late 2009



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Bear Mountain Wind Park

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Completed turbine foundation

Run-of-river projects

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Location	Project	Capacity (MW)
Northwest B.C.	Forrest Kerr	195
	McLymont Creek	60
	More Creek	60
	Volcano Creek	10
Southwest B.C.	6 projects under development	~70
		~400 MW

🟢 Hydro Power Generation

🟡 Hydro Power Generation Under Development



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 date of 2014
- Plan to 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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Forrest Kerr run-of-river project

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Access road with transmission line route and with Iskut River



Forrest Kerr, downstream of intake area

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What's NEXT.

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Pure play – energy infrastructure

Financially strong with long-life cash flows

Balance between gas and power

Quality growth opportunities

Well-positioned for 2011

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