

CURRENT GAS MARKET CONDITIONS AND PRICES

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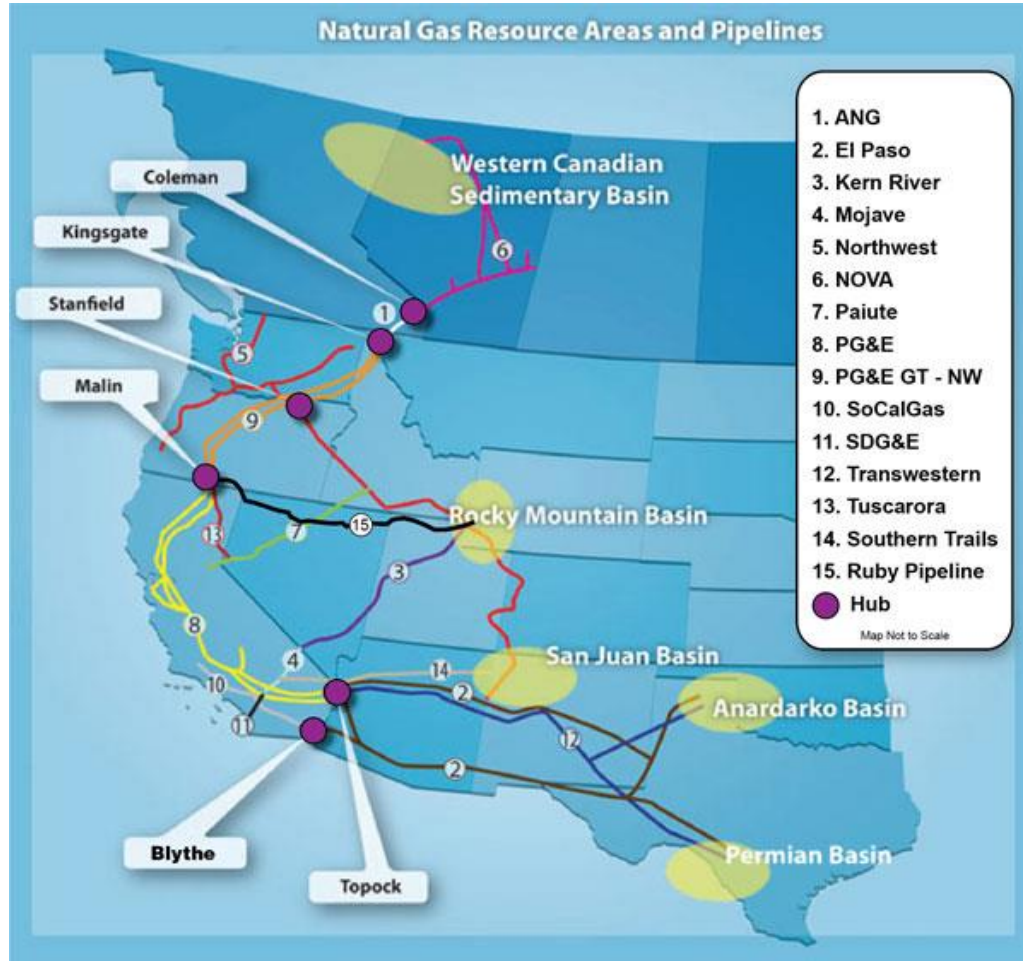


SoCalGas System Overview

- SoCalGas and SDG&E own and operate an integrated gas transmission system consisting of pipeline and storage facilities
- The transmission system extends from the Colorado River on the eastern end of SoCalGas's approximately 20,000 square mile service territory, to the Pacific Coast on the western end; from Tulare County in the north, to the U.S./Mexico border in the south
- Designed to transport supply from the fringes of the service territory to primary load centers in Los Angeles and San Diego



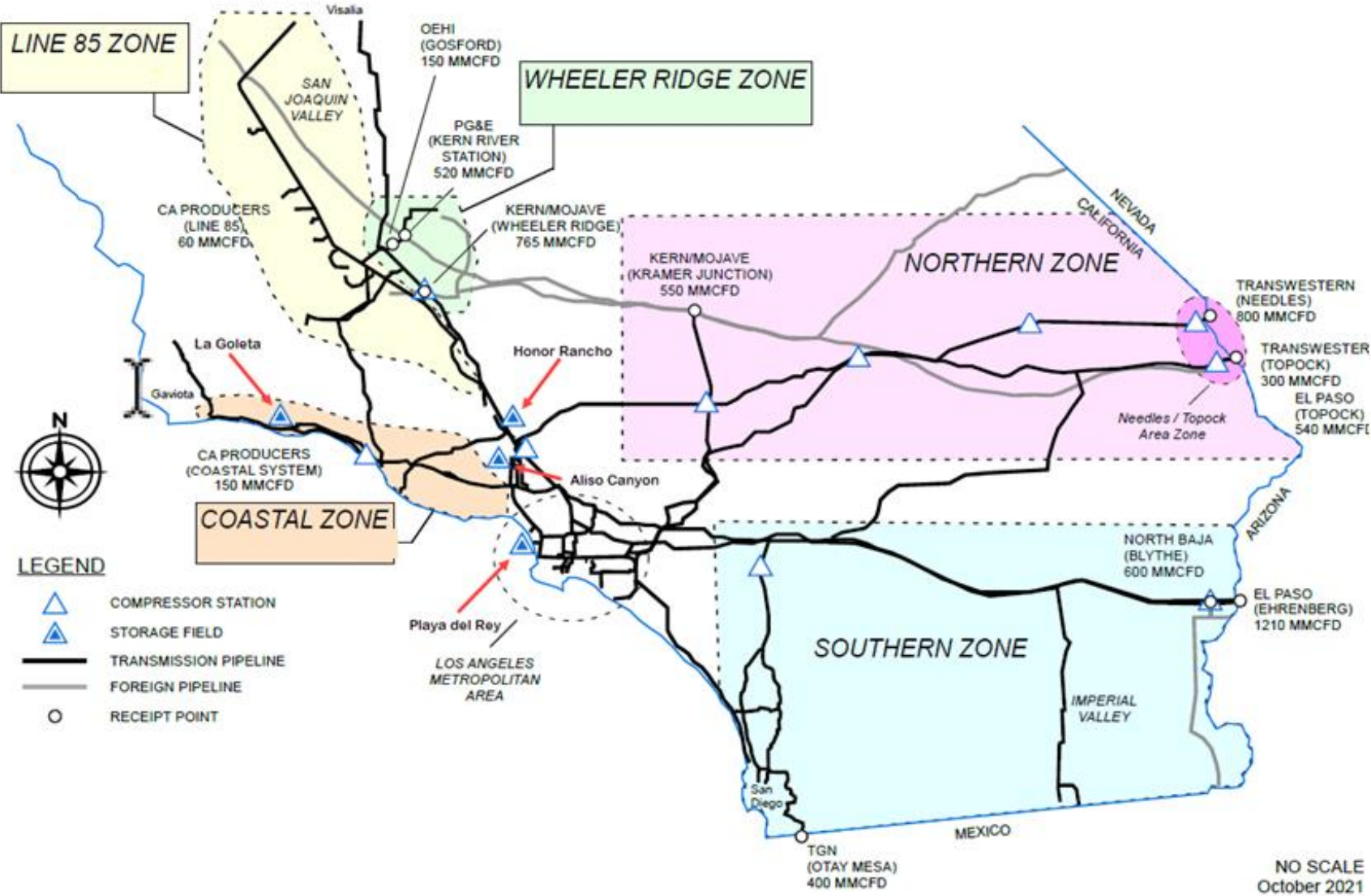
End of the Western U.S. Natural Gas Pipeline System



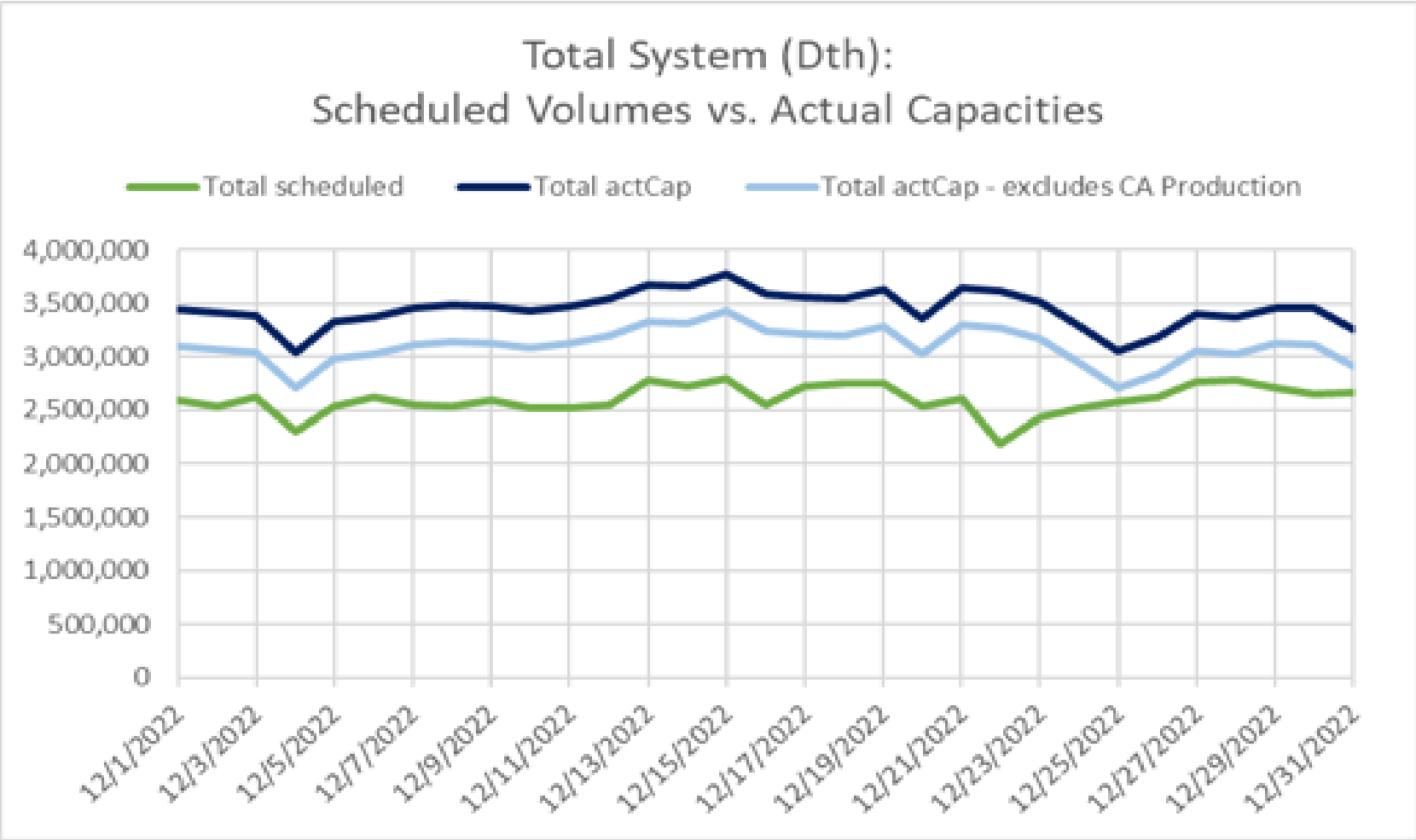
- >95% of natural gas used in Southern California is produced outside of the state
- SoCalGas is energy cul-de-sac of North America
- Natural gas storage protects against shortages and allows regional energy independence

<https://www.energy.ca.gov/media/4503> This schematic is illustrative and represents a high-level overview of the pipeline systems.

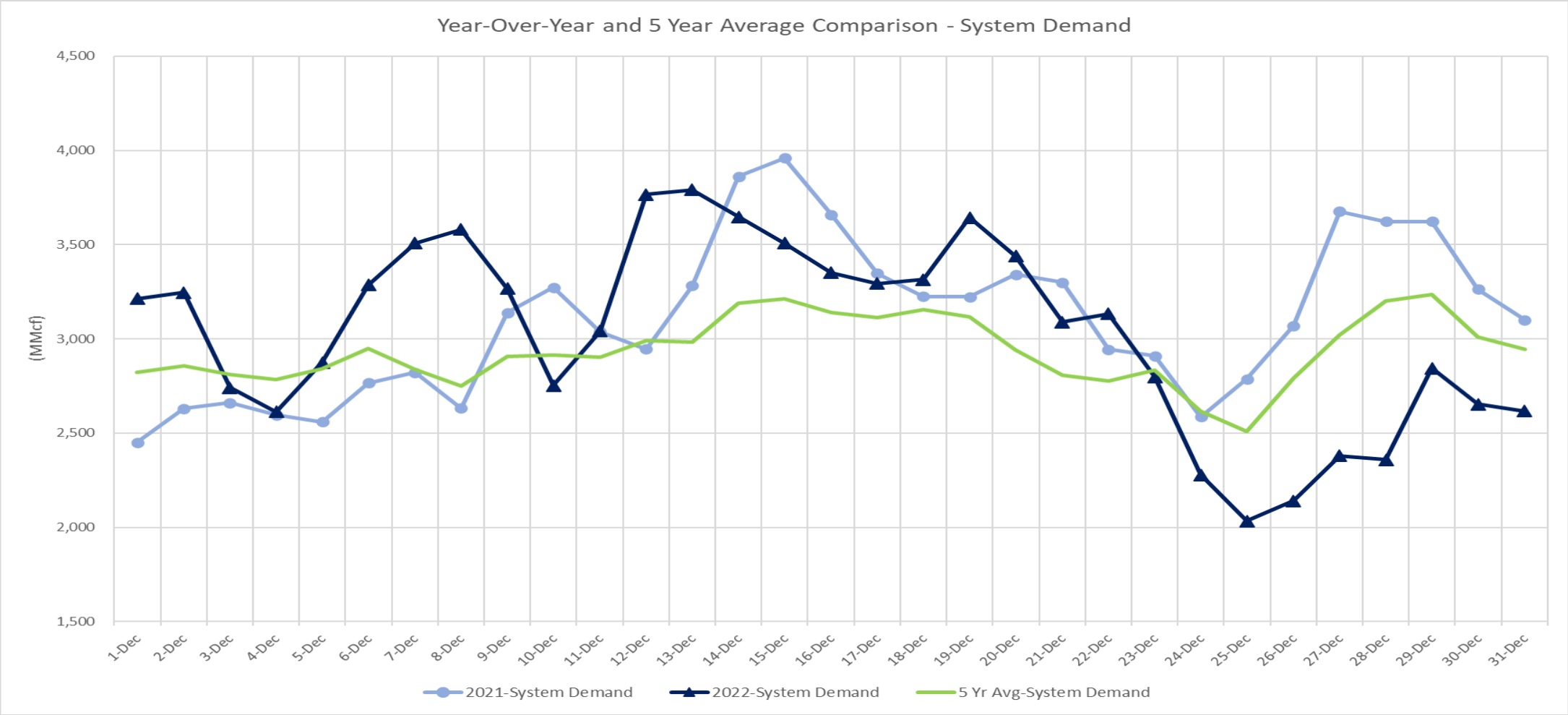
SoCalGas Transmission Zones and Receipt Points



SoCalGas Receipt Capacity Utilization



December System Demand



Storage Inventory

