



Barclays Investment Grade & Energy Pipeline Conference
Spectra Energy

March 5, 2014

Laura Sayavedra

Vice President & Treasurer – Spectra Energy



Safe Harbor Statement

Some of what we'll discuss today concerning future company performance will be forward-looking information within the meanings of the securities laws. Actual results may materially differ from those discussed in these forward-looking statements, and you should refer to the additional information contained in Spectra Energy and Spectra Energy Partners' Forms 10-K and other filings made with the SEC concerning factors that could cause those results to differ from those contemplated in today's discussion. As this is a joint presentation, the terms "we," "our," and "us" refer to Spectra Energy and/or Spectra Energy Partners, as appropriate.

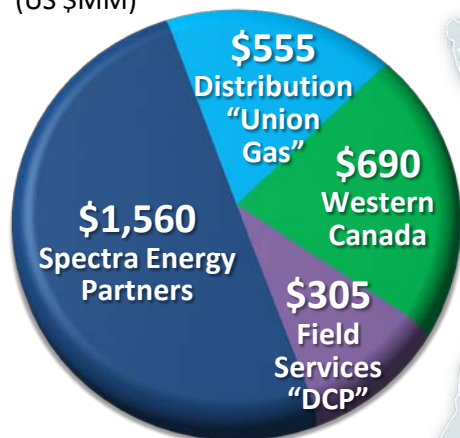
Reg G Disclosure

In addition, today's discussion will include certain non-GAAP financial measures as defined under SEC Regulation G. A reconciliation of those measures to the most directly comparable GAAP measures is available on our websites.

Our Strong Portfolio of Assets

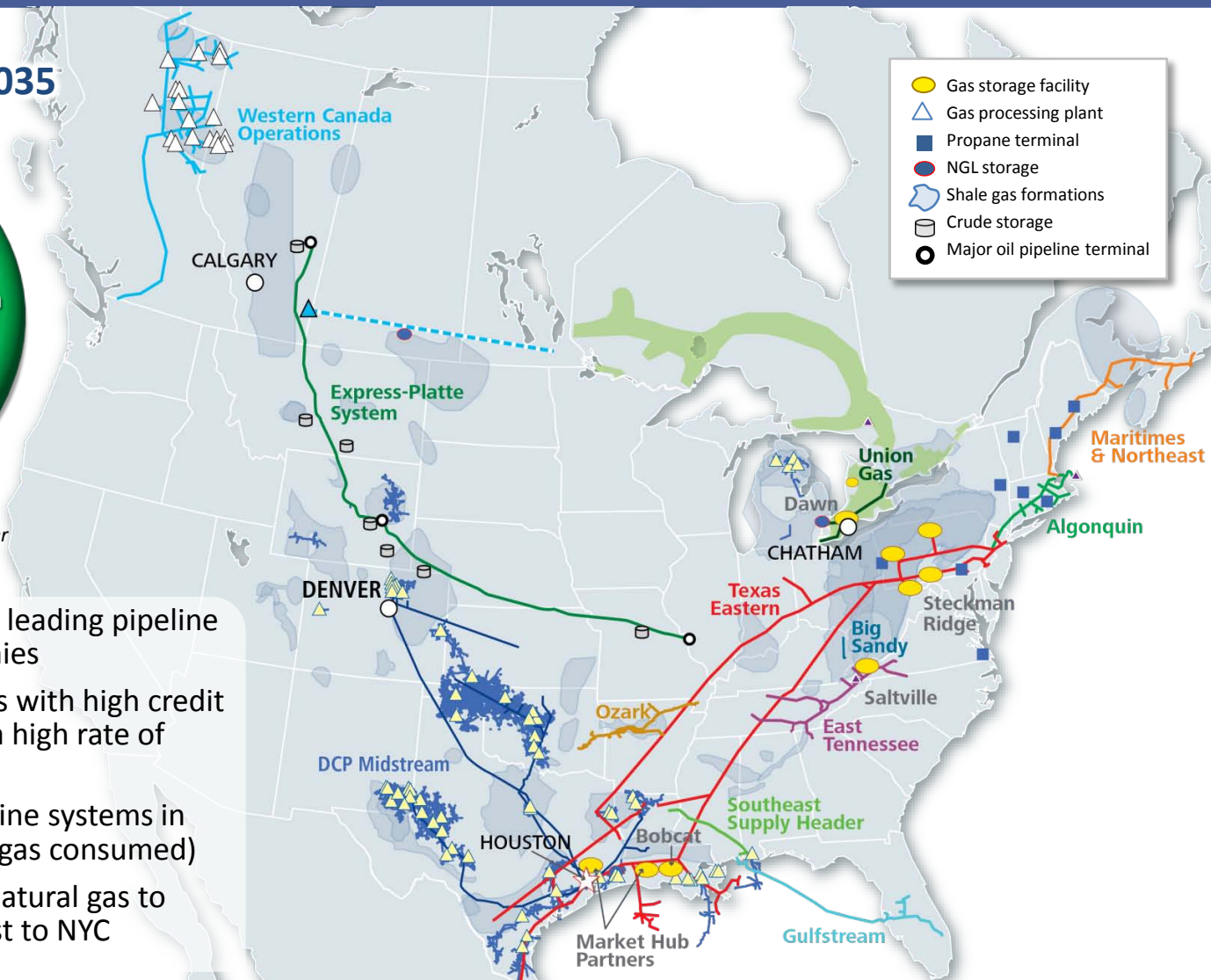
2014e EBITDA* = \$3,035

(US \$MM)



*2014e EBITDA includes \$(75) MM of Other

- One of North America's leading pipeline and midstream companies
- Strong base of contracts with high credit quality customers and a high rate of contract renewal
- One of the largest pipeline systems in North America (12% of gas consumed)
- Largest transporter of natural gas to New England, 2nd largest to NYC



Business Segment Overview

NYSE: SE

Spectra Energy Partners "SEP"



- Diversified portfolio of natural gas, natural gas liquids, and crude oil transportation and storage assets across North America
- Substantially all asset cash flows supported by take-or-pay and fee-based contracts with minimal commodity exposure
- Spectra Energy currently owns an 84% interest in SEP

NYSE: SEP

Distribution "Union Gas"



- Union Gas – 2nd largest natural gas distributor in Canada – 1.4 million customers
- Dawn storage facility – largest underground storage facility in North America – 150+ Bcf
- New incentive regulation framework 2014 – 2018 provides stable platform for growth

Western Canada Transmission & Processing



- 17 gas processing plants with 3.7 Bcf/d processing capability
- Transmission pipe = 1,700 miles with total pipeline capacity of 2.9 Bcf/d
- Majority of transportation and gathering & processing capacity is sold under multi-year firm contracts

Field Services "DCP"



- 50/50 JV with Phillips 66
- 64 gas processing plants with 7.1 Bcf/d net nameplate capacity
- Largest U.S. NGL producer
- DCP currently owns a 23% interest in DCP Midstream Partners, LP

NYSE: DPM

Disciplined Growth

Continued investment in midstream fee-based business



- ~\$6B of assets acquired or placed into service in 2013; including
 - \$1.5B acquisition of Express-Platte crude oil pipeline
 - \$1.2B NJ-NY project in service on time
- ~\$7B of projects currently in execution; including
 - \$1.6B Sabal Trail project (Spectra Energy's expected portion)
- ~\$2B average annual growth capital through 2016e
 - \$1.4B in 2014
 - Primarily U.S. fee-based projects, making SEP the primary financing vehicle
- ~\$10-\$20B of potential projects between now and the end of the decade

Key Value Considerations

Consistent strategy and balance sheet strength

Diverse Portfolio of Assets

- Leading natural gas infrastructure connecting high-demand markets with growing supplies
- Expanding into crude oil and natural gas liquids infrastructure
- Unparalleled asset footprint

Fee-Based Revenues

- ~ 90% of 2013 revenues derived from fee-based services, of which most are regulated
- Transmission pipelines supported by long-term contracts

Strong Financial Results

- Cash flows supported by a growing, diverse portfolio of fee-based revenues
- Ongoing growth in EBITDA

Strong Balance Sheet

- Committed to maintaining a capital structure and liquidity profile that supports investment grade credit rating
- SE Capital and SEP have been investment grade since their first debt offerings
- Revolving credit facilities provide ample liquidity

Current Asset Structure



Reporting Segment	Assets in Segment
Spectra Energy Partners NYSE: SEP	<i>U.S. Transmission</i> <ul style="list-style-type: none"> Algonquin Gas Transmission Big Sandy Pipeline Bobcat Gas Storage East Tennessee Natural Gas Market Hub Partners Ozark Gas Transmission <ul style="list-style-type: none"> Saltville Gas Storage Texas Eastern Transmission Maritimes & Northeast, US (78%) Gulfstream Natural Gas (50%) Southeast Supply Header (50%) Steckman Ridge (50%)
	<i>Liquids</i> <ul style="list-style-type: none"> Express-Platte Pipeline System Southern Hills Pipeline (33%) Sand Hills Pipeline (33%)
Distribution	<ul style="list-style-type: none"> Union Gas
Western Canada <i>Transmission & Processing</i>	<ul style="list-style-type: none"> BC Pipeline Gathering & Processing Natural Gas Liquids Maritimes & Northeast Canada (78%)
Field Services	<ul style="list-style-type: none"> DCP Midstream (50%) DCP Midstream Partners NYSE: DPM

BARCLAYS INVESTMENT GRADE & ENERGY PIPELINE CONFERENCE

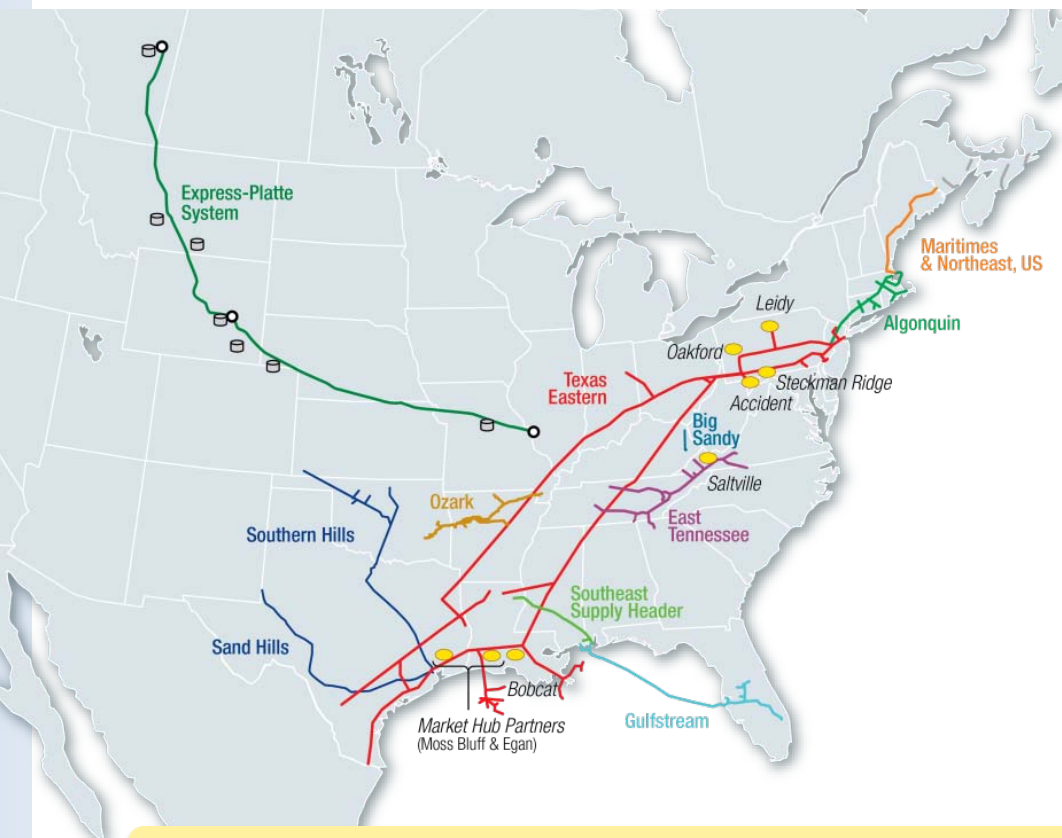
Spectra Energy Partners, LP



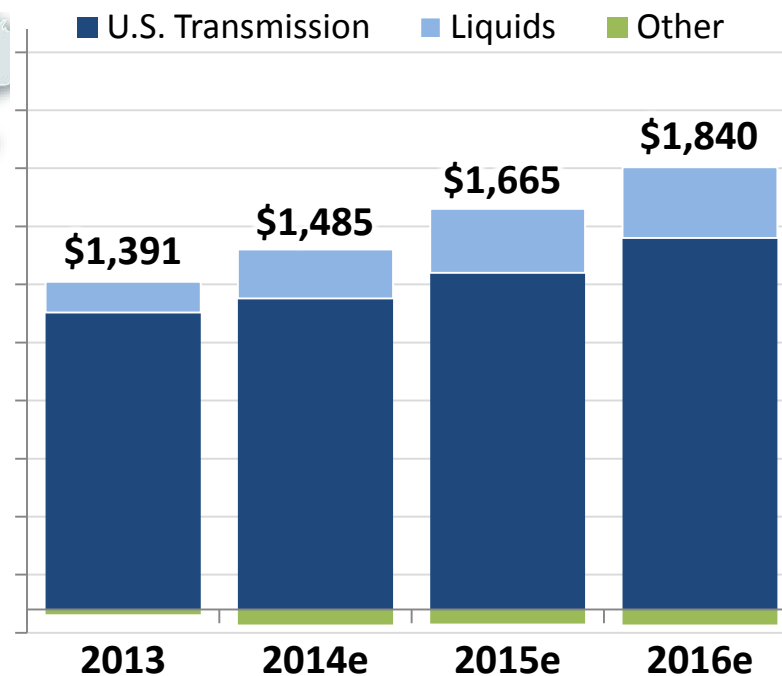
Spectra Energy
Partners®

Spectra Energy Partners: Overview

Current Asset Profile



Ongoing EBITDA by Segment* (\$MM)



* Spectra Energy Partners, LP stand-alone EBITDA includes allocated corporate costs from Spectra Energy and, as a non-taxpaying partnership, excludes the effect of the Deferred Tax Liability impact of AFUDC.

Leading fee-based MLP in the U.S. with significant investment opportunities

U.S. Transmission: Asset Strength & Flexibility

Value of capacity increases with
changing supply and demand dynamics

Future
Flows

Traditional
Flows

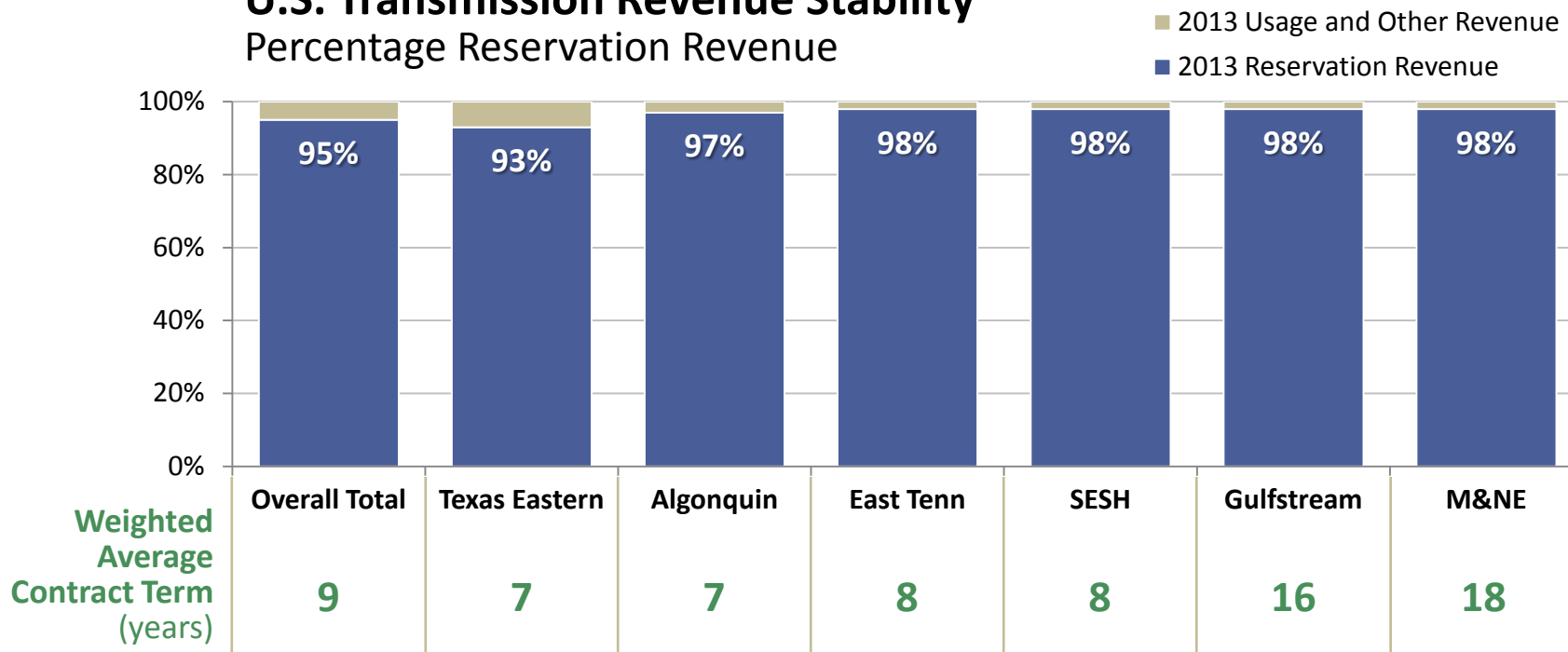
- Growing supply along the system
- Increasing demand in all areas where our pipelines reach
 - Incremental New England capacity required
 - Continued growth of U.S. gas-fired power generation
 - Gulf Coast representing 10+ Bcf/d of new industrial and export opportunities
- New projects make Texas Eastern bi-directional

U.S. Transmission: Solid Fee-Based Business

Core fee-based businesses provide steady cash flows

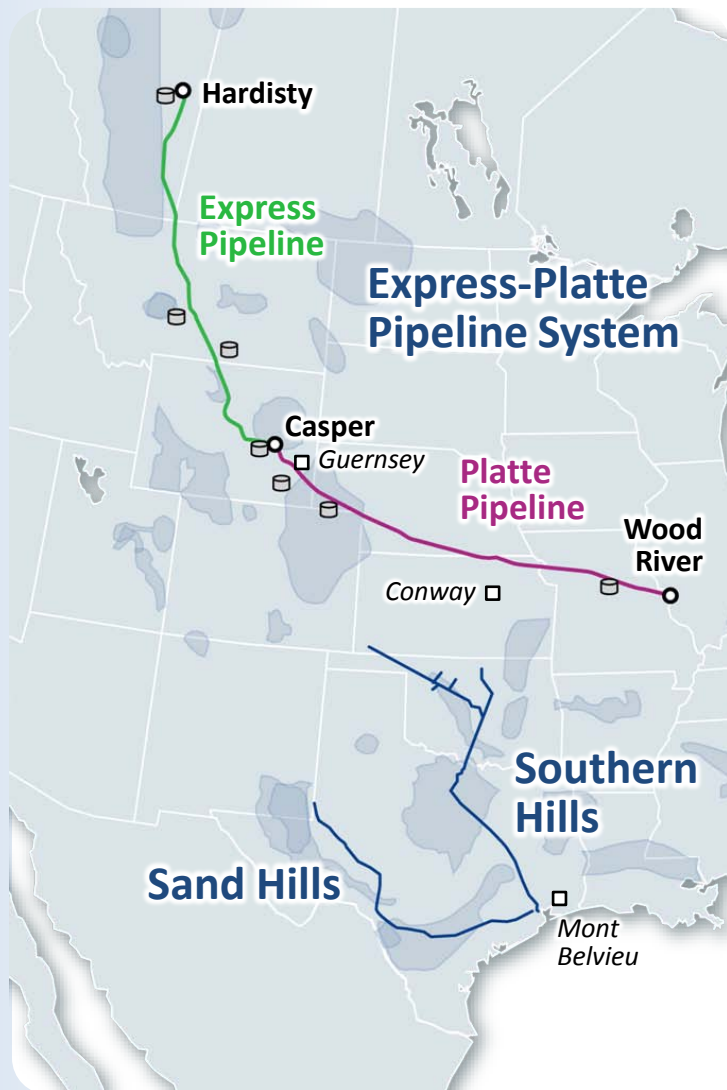
98%
2013 Texas Eastern & Algonquin contract renewal rate

U.S. Transmission Revenue Stability Percentage Reservation Revenue



Note: Based on Revenues for 12 months ended 12/31/13; Overall Total includes Texas Eastern, Gulfstream, Algonquin, East Tennessee, Southeast Supply Header, Ozark Gas Transmission, Big Sandy, and Maritimes & Northeast US

Liquids: Overview

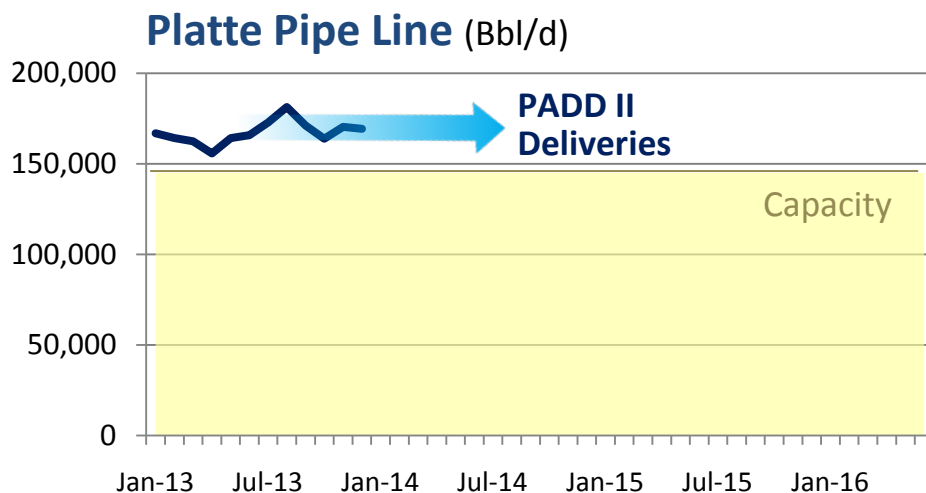
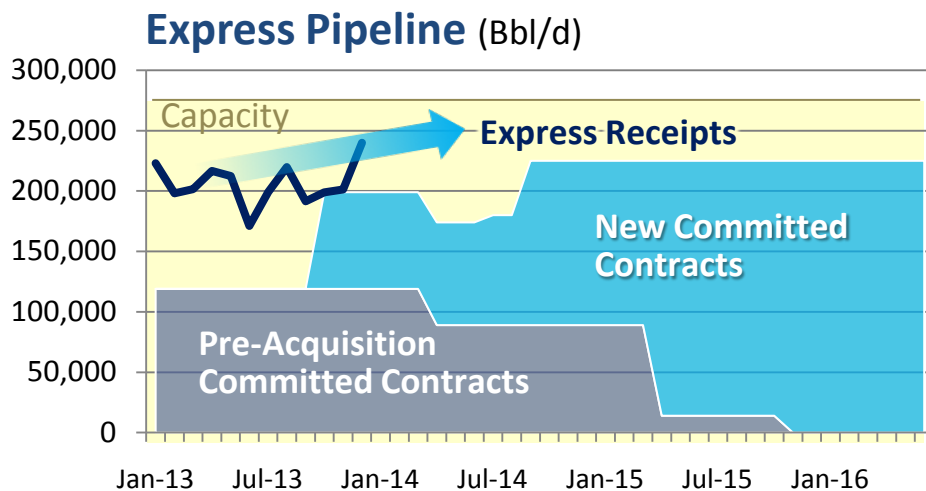


An Exceptional Launch of Our Liquids Business

- Express-Platte acquired and integrated into Spectra Energy operations
 - Successful open season for Express Pipeline
 - Crude oil pipelines operating at or near capacity
 - Financial results exceeding expectations
- Sand Hills and Southern Hills NGL pipelines placed in service ahead of schedule and below budget
- Safe and reliable operations from the start
- Pursuing multiple expansion opportunities

Express-Platte acquisition has exceeded expectations on all counts – Sand Hills and Southern Hills in service and ramping up

Liquids: Maximizing Revenue from Existing Assets



Optimization Strategy:

- Maximize capacity utilization
- Connect to rail and barge to expand market reach
- Expand terminals and storage

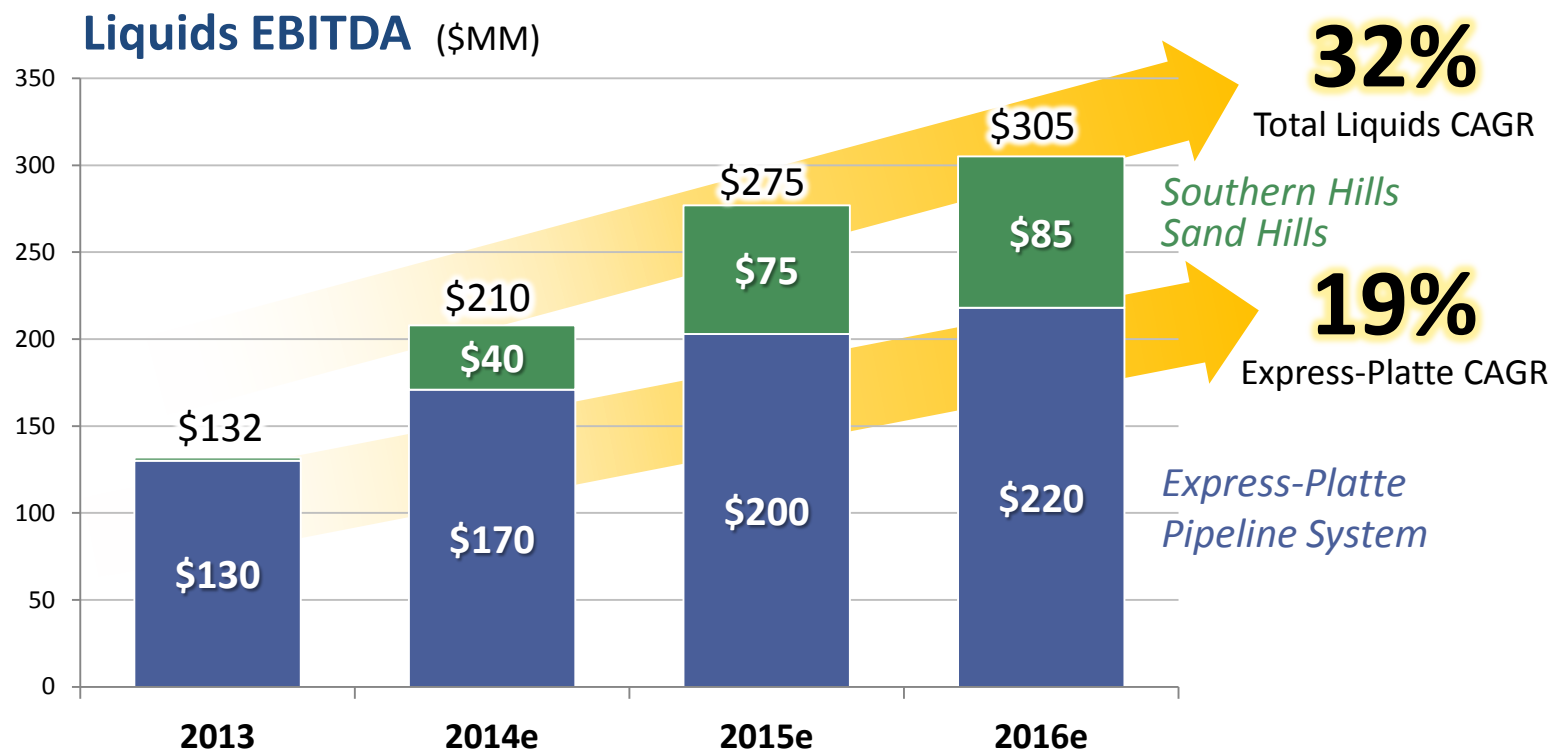
Express Pipeline

- Rail enabling increased throughput
- Successful open season: all available capacity contracted for 11+ year terms
- New committed tolls at higher rates

Platte Pipe Line:

- Demand for service greatly exceeds physical capacity

Liquids: Financial Growth Exceeding Expectations



EBITDA more than doubles by 2016 with firm contracts & minimal capital investment



BARCLAYS INVESTMENT GRADE & ENERGY PIPELINE CONFERENCE

Financial Overview



Prudent Financial Management

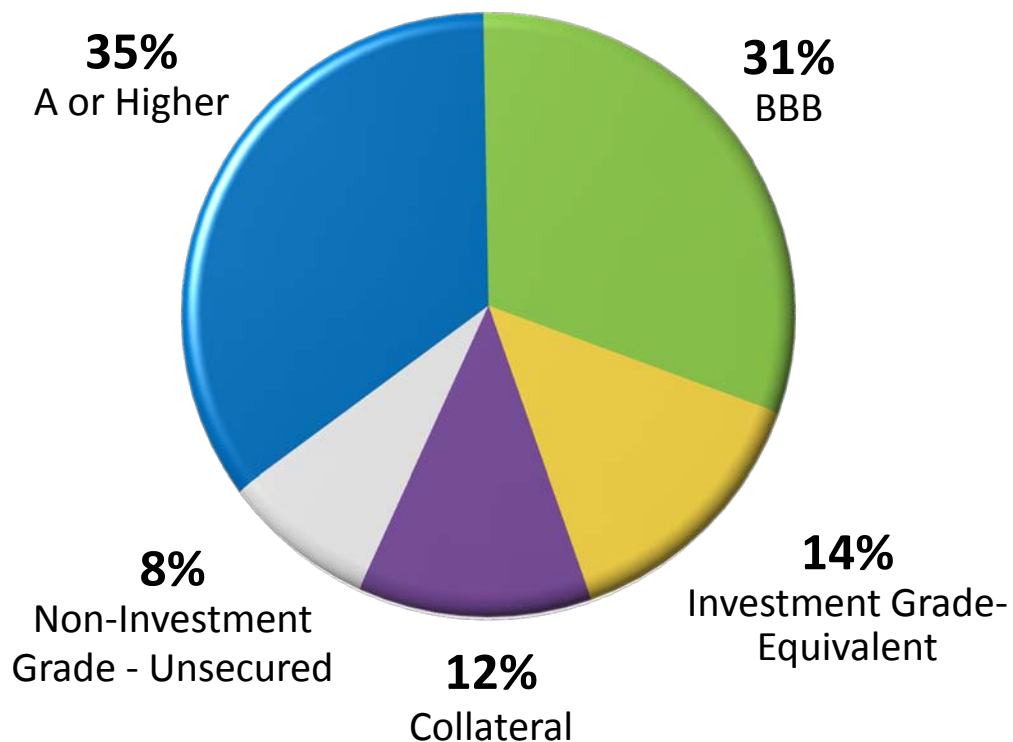
- Committed to maintaining strong balance sheet with investment grade credit metrics and ample liquidity
- Maintain low-risk business profile
- Sustain high quality credit standards for customers
- Utilize SEP to support U.S. fee-based growth

Disciplined financial management and balance sheet flexibility provides competitive advantage





Customer Credit Exposure as of 12/31/13

Spectra Energy's customer mix is made up of primarily high quality credits



Investment Grade Balance Sheets

	 12/31/13	 12/31/13
Total Debt	\$14.7B	\$ 5.9B
Debt / Ongoing EBITDA	4.9x	4.3x
Credit Ratings	Baa2 / BBB- / BBB*	Baa2 / BBB / BBB*

* Moody's / S&P / Fitch senior unsecured ratings

Committed to maintaining strong investment grade balance sheets

What our investors can expect from Spectra Energy going forward...

Operate & Maximize



- Expansive and diversified asset base
- Core strengths: safety, reliability, customer service, stakeholder relationships
- Best structure in place to support current growth plans

Strong & Stable



- Fee-based model provides low risk and steady growth
- Commitment to investment grade balance sheets
- High quality customer credit profile and long-term contracts

Build & Buy



- Expansive footprint & positive market dynamics provide significant growth opportunities

Consistent strategy, disciplined growth, strong balance sheets

Q&A



SE
LISTED
NYSE

SEP
LISTED
NYSE

MEMBER OF
Dow Jones
Sustainability Indices
In Collaboration with RobecoSAM

