

*CONSOLIDATED FINANCIAL STATEMENTS*  
*(Unaudited)*  
*(excluding footnotes)*

*COLORADO INTERSTATE GAS COMPANY, L.L.C.*

*As of March 31, 2016 and December 31, 2015 and*  
*For the Three Months Ended March 31, 2016 and 2015*

**COLORADO INTERSTATE GAS COMPANY, L.L.C. AND SUBSIDIARY  
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**COLORADO INTERSTATE GAS COMPANY, L.L.C. AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF INCOME**  
(In Millions)  
(Unaudited)

	<b>Three Months Ended March 31,</b>	
	<b>2016</b>	<b>2015</b>
Revenues	\$ 102	\$ 105
Operating Costs and Expenses		
Operation and maintenance	15	16
Depreciation and amortization	11	11
General and administrative	5	5
Taxes, other than income taxes	5	5
Total Operating Costs and Expenses	36	37
Operating Income	66	68
Other Income (Expense)		
Interest, net	(16)	(16)
Other, net	1	1
Total Other Income (Expense)	(15)	(15)
Net Income	\$ 51	\$ 53

**COLORADO INTERSTATE GAS COMPANY, L.L.C. AND SUBSIDIARY**  
**CONSOLIDATED BALANCE SHEETS**  
(In Millions)

	March 31, 2016 (Unaudited)	December 31, 2015
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ —	\$ —
Accounts receivable	36	37
Inventories	7	7
Regulatory assets	14	17
Natural gas imbalance receivable	2	2
Total current assets	<u>59</u>	<u>63</u>
Property, plant and equipment, net	1,291	1,301
Note receivable from affiliate	13	—
Deferred charges and other assets	37	37
Total Assets	<u>\$ 1,400</u>	<u>\$ 1,401</u>
<b>LIABILITIES AND MEMBER'S EQUITY</b>		
Current liabilities		
Current portion of debt	\$ 6	\$ 6
Accounts payable	31	18
Accrued interest	9	3
Accrued taxes, other than income taxes	6	17
Natural gas imbalance payable	6	4
Other current liabilities	3	4
Total current liabilities	<u>61</u>	<u>52</u>
Long-term liabilities and deferred credits		
Long-term debt, net of debt issuance costs	261	262
Note payable to affiliate	375	375
Other long-term liabilities and deferred credits	12	12
Total long-term liabilities and deferred credits	<u>648</u>	<u>649</u>
Total Liabilities	<u>709</u>	<u>701</u>
Member's Equity		
Member's equity	687	696
Accumulated other comprehensive income	4	4
Total Member's Equity	<u>691</u>	<u>700</u>
Total Liabilities and Member's Equity	<u>\$ 1,400</u>	<u>\$ 1,401</u>

**COLORADO INTERSTATE GAS COMPANY, L.L.C. AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(In Millions)  
(Unaudited)

	Three Months Ended March 31,	
	2016	2015
<b>Cash Flows From Operating Activities</b>		
Net income	\$ 51	\$ 53
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	11	11
Changes in components of working capital:		
Accounts receivable	1	6
Regulatory assets	3	(4)
Accounts payable	13	16
Accrued interest	7	7
Accrued taxes, other than income taxes	(10)	(10)
Other current assets and liabilities	—	(2)
Other long-term assets and liabilities	(1)	—
<b>Net Cash Provided by Operating Activities</b>	<b>75</b>	<b>77</b>
<b>Cash Flows From Investing Activities</b>		
Capital expenditures	(1)	(3)
Net change in note receivable from affiliate	(13)	22
Other, net	—	(1)
<b>Net Cash (Used in) Provided by Investing Activities</b>	<b>(14)</b>	<b>18</b>
<b>Cash Flows From Financing Activities</b>		
Payments of debt	(1)	(36)
Distributions to Member	(60)	(60)
Advances from joint venture partner	—	1
<b>Net Cash Used in Financing Activities</b>	<b>(61)</b>	<b>(95)</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>—</b>	<b>—</b>
Cash and Cash Equivalents, beginning of period	—	—
<b>Cash and Cash Equivalents, end of period</b>	<b>\$ —</b>	<b>\$ —</b>

**COLORADO INTERSTATE GAS COMPANY, L.L.C. AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF MEMBER'S EQUITY**  
(In Millions)  
(Unaudited)

	<b>Three Months Ended March 31,</b>	
	<b>2016</b>	<b>2015</b>
Beginning Balance	\$ 700	\$ 758
Net income	51	53
Distributions	(60)	(60)
Ending Balance	\$ 691	\$ 751