

CONSOLIDATED FINANCIAL STATEMENTS
(Unaudited)
(excluding footnotes)

COLORADO INTERSTATE GAS COMPANY, L.L.C.

As of June 30, 2019 and December 31, 2018 and
For the Three and Six Months Ended June 30, 2019 and 2018

**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)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2019	2018	2019	2018
Revenues	\$ 85	\$ 77	\$ 184	\$ 167
Operating Costs and Expenses				
Operation and maintenance	20	17	35	33
Depreciation and amortization	12	12	23	23
General and administrative	4	3	9	8
Taxes, other than income taxes	4	4	8	9
Total Operating Costs and Expenses	40	36	75	73
Operating Income	45	41	109	94
Other Income (Expense)				
Interest, net	(14)	(13)	(27)	(25)
Other, net	1	—	1	1
Total Other Income (Expense)	(13)	(13)	(26)	(24)
Net Income	\$ 32	\$ 28	\$ 83	\$ 70

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

	June 30, 2019	December 31, 2018
ASSETS		
Current assets		
Cash and cash equivalents	\$ —	\$ —
Accounts receivable	35	34
Inventories	6	5
Regulatory assets	5	6
Natural gas imbalance receivable	2	7
Other current assets	1	—
Total current assets	49	52
Property, plant and equipment, net	1,214	1,199
Note receivable from affiliate	27	46
Deferred charges and other assets	64	40
Total Assets	\$ 1,354	\$ 1,337
LIABILITIES AND MEMBER'S EQUITY		
Current liabilities		
Current portion of debt	\$ 6	\$ 6
Accounts payable	26	18
Accrued interest	6	6
Accrued taxes, other than income taxes	9	15
Customer deposits	17	21
Natural gas imbalance payable	2	6
Other current liabilities	4	5
Total current liabilities	70	77
Long-term liabilities and deferred credits		
Long-term debt, net of debt issuance costs	618	620
Other long-term liabilities and deferred credits	75	39
Total long-term liabilities and deferred credits	693	659
Total Liabilities	763	736
Member's Equity		
Member's equity	588	598
Accumulated other comprehensive income	3	3
Total Member's Equity	591	601
Total Liabilities and Member's Equity	\$ 1,354	\$ 1,337

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

	Six Months Ended June 30,	
	2019	2018
Cash Flows From Operating Activities		
Net income	\$ 83	\$ 70
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	23	23
Changes in components of working capital:		
Accounts receivable	5	5
Accounts payable	(1)	—
Accrued taxes, other than income taxes	(6)	(8)
Other current assets and liabilities	(2)	3
Other long-term assets and liabilities	(3)	(3)
Net Cash Provided by Operating Activities	99	90
Cash Flows From Investing Activities		
Capital expenditures	(20)	(8)
Net change in note receivable from affiliate	19	(6)
Other, net	(4)	4
Net Cash Used in Investing Activities	(5)	(10)
Cash Flows From Financing Activities		
Payments of debt	(3)	(3)
Contributions from Member	15	7
Distributions to Member	(108)	(86)
Other	2	2
Net Cash Used in Financing Activities	(94)	(80)
Net Change in Cash and Cash Equivalents	—	—
Cash and Cash Equivalents, beginning of period	—	—
Cash and Cash Equivalents, end of period	\$ —	\$ —
Non-cash Investing and Financing Activities		
Right-of-use assets and operating lease obligations recognized	\$ 27	
Net increase in property, plant and equipment accruals	13	\$ 2
Supplemental Disclosure of Cash Flow Information		
Cash paid during the period for interest (net of capitalized interest)	27	25

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

	Six Months Ended June 30,	
	2019	2018
Beginning Balance	\$ 601	\$ 601
Net income	83	70
Contributions	15	7
Distributions	(108)	(86)
Ending Balance	\$ 591	\$ 592