

Prince Rupert Gas Transmission Signs Project Agreement with Lax Kw'alaams Band

Prince Rupert, B.C., February 15, 2016 – TransCanada Corporation (TSX:TRP) (NYSE:TRP) (TransCanada) today announced that its Prince Rupert Gas Transmission project (PRGT) has signed a project agreement (PA) with Lax Kw'alaams Band. The PA outlines economic and employment benefits as well as other commitments that will be provided for as long as the project is in service. The announcement of PRGT's agreement with Lax Kw'alaams comes in conjunction with agreements between Lax Kw'alaams, the Metlakatla and the Province of British Columbia and Pacific NorthWest LNG.

PRGT and the Metlakatla First Nation signed a PA in September 2015.

"This is a significant milestone for PRGT, Lax Kw'alaams, Metlakatla, Pacific NorthWest LNG and the Province of British Columbia. We're very happy to be a part of this agreement," said Tony Palmer, president of PRGT. "These agreements are the product of strong engagement practices and years of collaboration."

PRGT has now announced 14 project agreements executed with First Nations in B.C. They include: [Blueberry River First Nations](#), [Doig River](#), [Gitanyow](#), [Gitxsan](#), [Halfway River](#), [Kitselas First Nation](#), [Lake Babine Nation](#), [McLeod Lake Indian Band](#), [Metlakatla First Nation](#), [Nisga'a Lisims Government](#), [Takla Lake First Nation](#), [Tl'azt'en Nation](#) and [Yekooche First Nation](#).

The \$5 billion PRGT project will provide significant economic benefits for British Columbians, local and provincial governments, and Indigenous communities as it supports the export of surplus natural gas to global markets, including:

- Thousands of short-term jobs for B.C. residents;
- Opportunities for local and Aboriginal businesses;
- Millions of dollars in annual taxes to help support local services such as schools, policing, fire protection, and waste management;
- Billions of dollars in new investments for the province.

Prince Rupert Gas Transmission is proposing to construct and operate a 900-kilometre natural gas pipeline to deliver natural gas from a point near Hudson's Hope to the proposed Pacific NorthWest LNG facility at Lelu Island, off the coast of Port Edward, near Prince Rupert. Project details can be found at <http://www.princerupertgas.com/>

With more than 65 years' experience, TransCanada is a [leader](#) in the [responsible development](#) and reliable operation of North American energy infrastructure including natural gas and liquids pipelines, power generation and gas storage facilities. TransCanada operates a network of natural gas pipelines that extends more than 90,300 kilometres (56,100 miles), tapping into virtually all major gas supply basins in North America. TransCanada is the continent's leading provider of gas storage and related services with 664 billion cubic feet of storage capacity. A large independent power producer, TransCanada currently owns or has interests in over 10,700 megawatts of power generation in Canada and the United States. TransCanada is also the developer and operator of one of North America's leading liquids pipeline systems that extend over 4,300 kilometres (2,700 miles), connecting growing continental oil supplies to key markets and refineries. TransCanada's common shares trade on the Toronto and New York stock exchanges under the symbol TRP. Visit TransCanada.com and [our blog](#) to learn more, or [connect with us on social media](#) and [3BL Media](#).

FORWARD LOOKING INFORMATION

This publication contains certain information that is forward-looking and is subject to important risks and uncertainties (such statements are usually accompanied by words such as "anticipate", "expect", "believe", "may", "will", "should", "estimate", "intend" or other similar words). Forward-looking statements in this document are intended to provide TransCanada security holders and potential investors with information regarding TransCanada and its subsidiaries, including management's assessment of TransCanada's and its subsidiaries' future plans and financial outlook. All forward-looking statements reflect TransCanada's beliefs and assumptions based on information available at the time the statements were made and as such are not guarantees of future performance. Readers are cautioned not to place undue reliance on this forward-looking information, which is given as of the date it is expressed in this news release, and not to use future-oriented information or financial outlooks for anything other than their intended purpose. TransCanada undertakes no obligation to update or revise any forward-looking information except as required by law. For additional information on the assumptions made, and the risks and uncertainties which could cause actual results to differ from the anticipated results, refer to TransCanada's Third Quarter Report to Shareholders dated November 1, 2016 and 2015 Annual Report on our website at www.transcanada.com or filed under TransCanada's profile on SEDAR at www.sedar.com and with the U.S. Securities and Exchange Commission at www.sec.gov.

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