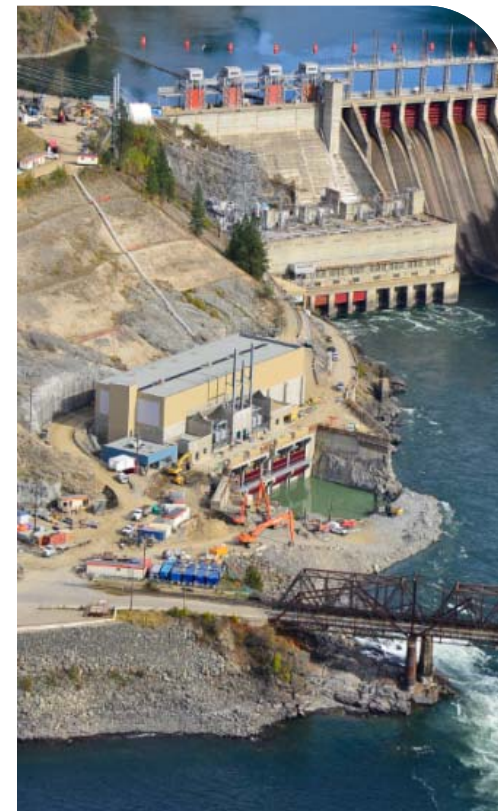
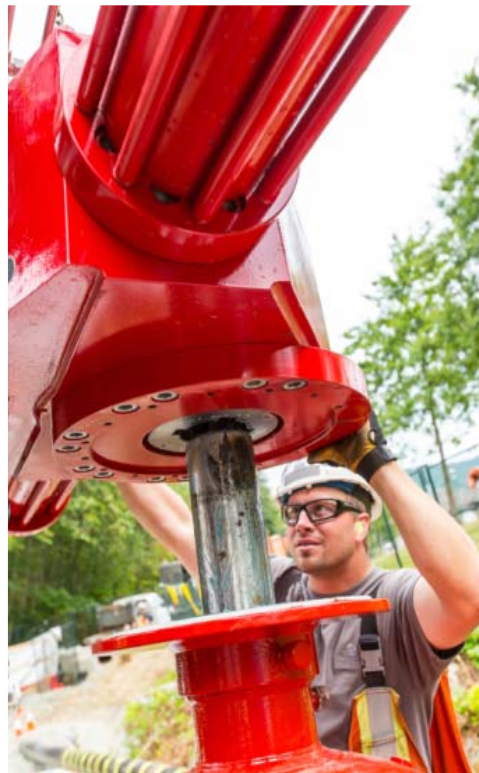
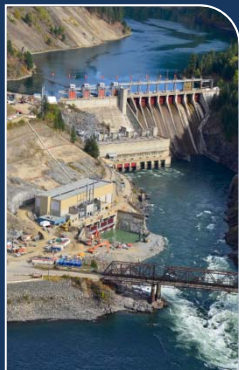




First Quarter 2015 Earnings Call



May 5, 2015



Logistics

Donna Hynes

Director, Investor & Public Relations

FORTIS_{INC.}

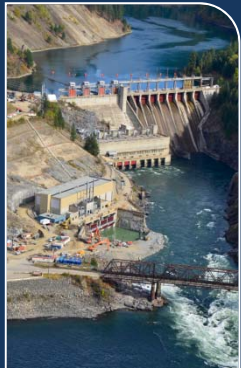
Forward-Looking Statement

Fortis Inc. (the "Corporation") includes forward-looking information in this presentation within the meaning of applicable securities laws in Canada ("forward-looking information"). The purpose of the forward-looking information is to provide management's expectations regarding the Corporation's future growth, results of operations, performance, business prospects and opportunities, and it may not be appropriate for other purposes. All forward-looking information is given pursuant to the safe harbour provisions of applicable Canadian securities legislation. The words "anticipates", "believes", "budgets", "could", "estimates", "expects", "forecasts", "intends", "may", "might", "plans", "projects", "schedule", "should", "will", "would", "targets" and similar expressions are often intended to identify forward-looking information, although not all forward-looking information contains these identifying words. The forward-looking information contained in this presentation reflects management's current beliefs and is based on assumptions developed using information currently available to the Corporation's management. All statements other than statements of historical fact in this presentation constitute forward-looking information, and include, without limitation, statements regarding: the Corporation's strategic review of Fortis Properties Corporation; the timing of the closing of the sale of the non-regulated hydro assets in Ontario and Upstate New York; timing of regulatory decisions; accretion to earnings per common share from UNS Energy Corporation and earnings at UNS Energy Corporation being seasonal; positive foreign exchange rate; the Corporation's forecast gross consolidated capital expenditures for 2015 and the total capital spending for the five-year period 2015 through 2019; the nature, timing and expected costs of capital projects, including the Tilbury liquefied natural gas facility and the potential pipeline expansion to the Woodfibre LNG site; the expected consolidated long-term debt maturities and repayments; and expectations regarding credit ratings.

Forward-looking information contained in this presentation is based on assumptions the Corporation views as reasonable, including, without limitation: the potential sale of assets or shares in the hotel and commercial real estate market; the sale of the non-regulated hydro assets in Ontario and Upstate New York; the receipt of applicable regulatory approvals and requested rate orders; no material capital project and financing cost overrun related to any of the Corporation's capital projects; no severe and prolonged downturn in economic conditions; sufficient liquidity and human and capital resources; the availability of natural gas, fuel and electricity supply; and no significant adverse change in government energy or environmental laws or policies. All forward-looking information is necessarily subject to risks and uncertainties, which could cause results to differ materially from those projected. For additional information on such risks and uncertainties, reference should be made to the Corporation's continuous disclosure materials filed from time to time with Canadian securities regulatory authorities, including those risk factors described under the heading "Business Risk Management" in the Corporation's annual and quarterly Management Discussion and Analysis. Except as required by law, the Corporation disclaims any intention or obligation to revise or update any forward-looking information as a result of new information, future events or otherwise after the date hereof.

Unless otherwise specified, all financial information referenced is in Canadian dollars.

Corporate Update



Barry Perry
President and CEO

FORTIS_{INC.}

Q1 2015

- **Q1 Performance**
 - Strong performance from major regulated utilities
 - FortisAlberta Capital Tracker
 - UNS Energy seasonality
- **Q1 Focus**
 - Integration of UNS Energy
 - Execution of \$2.2 billion 2015 capital expenditure program
 - Strategic review of Fortis Properties and sale of small hydro assets

2015

- **Positioned for strong performance in 2015**
- **Key drivers**
 - UNS Energy full year contribution and favourable F/X rates
 - Waneta Expansion online early April
 - FortisAlberta Capital Tracker
 - Central Hudson rates to be rebased midyear

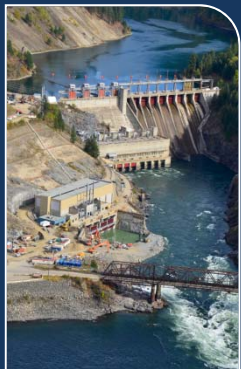
Growth Through Investment

- **Major energy infrastructure projects**
 - \$440 million Tilbury Phase 1A progressing as planned
 - Potential LNG projects
 - \$450 million Tilbury Phase 1B
 - \$600 million pipeline expansion to Woodfibre LNG site
- **Entered period of significant organic growth**
 - \$2.2 billion 2015 capital expenditure program
 - 5-year CAGR in rate base through 2019 estimated at 6.5%
 - 5-year CAGR, including the potential Tilbury Phase 1B project and the potential pipeline expansion to the Woodfibre LNG site, estimated at 7.5%

Focus

- **Provide safe, reliable and cost-efficient energy services**
- **Focus over the next 12-18 months**
 - Execute capital expenditure program
 - Progress LNG opportunities
 - Complete strategic review of Fortis Properties and sale of small hydro assets in Upstate New York and Ontario
- **Well positioned for 2015 and beyond**

Financial Results Regulatory Update



Karl Smith

Executive VP, Chief Financial Officer

FORTIS_{INC.}

Earnings

(\$M, except as noted)	Q1		
	2015	2014	Change
Basic Earnings per Common Share	\$0.72	\$0.67	\$0.05
Net Earnings Attributable to Common Shares	198	143	55
Adjusting items:			
Acquisition-related costs		12	(12)
Capital Tracker true-up	(10)		(10)
F/X gain Belize Electricity	(9)	(4)	(5)
Griffith earnings		(5)	5
Adjusted Net Earnings Attributable to Common Shares	179	146	33
Adjusted Basic Earnings per Common Share	\$0.65	\$0.68	(\$0.03)

Foreign Exchange Impacts

- **UNS Energy expected to be accretive to 2015 earnings per common share**
- **40% of the total assets of Fortis are in the United States**
- **Each 5% change in the US dollar-to-Canadian dollar exchange rate is estimated to have a 4-cent impact on basic earnings per common share on an annual basis**

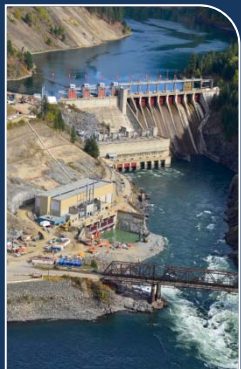
Financing

- **Over \$400 million of long-term debt raised in Q1 2015**
- **Cash flow from operating activities for Q1 2015 was \$450 million**
- **Low debt maturity profile**
- **Unutilized committed credit facilities \$2.1 billion**
- **Strong access to capital. Investment-grade credit ratings.**
- **Consolidated capital structure 35% common, 9% preferred, 56% debt**
- **UNS Energy and its regulated subsidiaries received credit rating upgrades from Moody's in Q1 2015**

Regulatory

- **FortisAlberta**
 - 2013-2015 Capital Tracker decision
 - 2013-2015 Generic Cost of Capital decision
 - 2016 Generic Cost of Capital proceeding
- **Central Hudson**
 - General Rate Application for July 2015 rates
 - Reforming the Energy Vision (REV) proceeding

Q&A



Leader in Electric and Gas Utilities in North America

FORTIS_{INC.}