



KEYERA

Share Split Q&A March 24, 2015

Keyera has compiled a list of frequently asked questions regarding the upcoming two-for-one split of common shares (the “shares”) announced on February 11, 2015. Subsequent to reviewing this list, if any questions remain unanswered or if more information is required concerning the share split, please contact Keyera’s Investor Relations group by referring to the contact information located on our website.

What is the Record Date for the share split?

- The Record Date for the share split is April 1, 2015.

What does it mean that the shares will be traded under “due bill” trading procedures?

- The Toronto Stock Exchange (“TSX”) has determined that “due bill” trading procedures will apply to Keyera shares starting March 30, 2015 through April 2, 2015 (the “due bill period”). This means that, during the due bill period, Keyera shares will trade on a pre-split basis (at the pre-split share price) and all trades will be flagged so that the purchasers of the shares will be entitled to receive the new shares issued in connection with the share split, even though the trades might not have been settled as of the Record Date.
- The purpose of these special trading procedures is to address the timing issues associated with the settlement process for trades. Specifically, these due bill procedures will allow the Keyera shares to continue to trade at their full pre-split price through the share split by ensuring that purchasers who paid the pre-split price receive the additional shares issued as a result of the split.

When will I receive my additional Keyera shares?

- If you are a beneficial shareholder (which means that you hold your shares through a brokerage firm or investment dealer), then the additional shares issued as part of the share split will be automatically deposited to your account shortly after the share split Record Date. Brokerage firms or investment dealers will process these account adjustments for all beneficial shareholders. Due to the settlement processes, it may take several trading days for the new shares to appear in your account. You will not receive share certificates.
- For registered shareholders, new share certificates reflecting the share split will be mailed to you on or about April 2, 2015.

Do I need to perform any tasks to receive my additional Keyera shares?

- Shareholders do not need to perform any tasks to receive their additional shares.

When will Keyera shares start trading on the TSX on a post-split basis?

- Keyera's shares will start trading regularly on a post-split basis on April 6, 2015, which is the next trading day after the end of the due bill period. It is at this time that both the volumes and share price will be displayed on a post-split basis.

How will the share split affect the number of common shares outstanding?

- Since it is a two-for-one share split, the number of outstanding Keyera common shares will double from approximately 84.6 million shares to approximately 169.2 million shares.

How will the payment of the March dividend be affected by the share split?

- Keyera's March 2015 dividend of \$0.23 per common share will be paid on a pre-split basis on April 15, 2015 to shareholders of record as of March 23, 2015.
- The reason that the March 2015 dividend is payable on a pre-split basis is because the dividend record date occurs before the stock split record date. Therefore, although the payment date for the March dividend occurs after the share split, the dividend payment is based on the dividend record date which is prior to the share split.

How will the payment of future dividends be affected by the share split?

- After the March 2015 dividend, future dividends declared by Keyera will be paid on a post-split basis. Using Keyera's current pre-split dividend of \$0.23 per share as an example, dividends paid on a post-split basis would be one-half, or approximately \$0.115 per share, as shareholders will have twice the number of shares.
- Assuming that the dividend rate remains constant, the total amount of dividends paid in respect of a declared dividend (= dividends per share x number of shares outstanding) will be equal on a pre-split and post-split basis.

How will the share split affect shareholders who participate in the Dividend Reinvestment Plan (DRIP)?

- No action is required to be taken by DRIP participants.
- DRIP accounts will be automatically updated to reflect the share split and updated account balances will be reflected on the next statement.

Why did Keyera decide to split its shares?

- Keyera believes that the split has the potential to make its shares more accessible to retail investors and may also enhance the liquidity of its shares as traded on the TSX.
- Keyera also believes that the split will align the trading price of its shares more closely with those of its Canadian midstream peer group.

Are there any tax consequences as a result of the share split?

- The share split should not result in any unfavourable Canadian income tax consequences.