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FOR IMMEDIATE RELEASE

ENSTOR Announces Open Season for Katy, Alberta, and Grama Ridge Firm Storage Service

The ENSTOR family of companies will begin accepting binding bids for firm storage capacity on February 1, 2007. Bids will be due by 5:00 p.m. CST on March 16, 2007 and will be binding until 5:00 p.m. CST on March 23, 2007. All bids for storage at a facility will be subject to the terms and conditions set forth by that facility.

The demand for storage has steadily risen with the increase in volatility and uncertainty in the natural gas market. An unexpectedly warm first quarter in the U.S. pushed prices sharply lower during 2006. Front month natural gas prices on the New York Mercantile Exchange (NYMEX) tumbled 73 percent from the peak of \$15.378 per MMBtu on December 13, 2005 to \$4.201 per MMBtu on September 27, 2006 leaving many market participants at risk for large financial losses. The need to hedge in such an uncertain climate is more vital than ever.

“Natural gas storage is a hedge against volatility,” said Matt Morrow, president of Enstor Operating Company. “Customers have the option to inject or withdraw at any time based on market activity. Firm storage provides hundreds of hedging and arbitrage possibilities to customers in all market segments.”

The ENSTOR Katy Storage Hub is interconnected with 13 interstate and intrastate pipelines with a total storage capacity of 21 Bcf and a maximum deliverability of 700,000 MMBtu/d. The Katy Storage Hub is located at the crossroads between the Texas intrastate, East Coast, Gulf Coast and Midwest markets. This facility can also be utilized as a header system providing wheeling services to customers in this area.

The ENSTOR Grama Ridge storage facility is located in southeast New Mexico and is interconnected with the El Paso pipeline in the Keystone pooling area. Grama Ridge has a total storage capacity of 6 Bcf and a maximum deliverability of 125,000 MMBtu/d.

The ENSTOR Alberta Hub storage facility is strategically located in central Alberta on TransCanada's NGTL System, which has indirect access to markets in the U.S. Northeast, U.S. Midwest, Pacific Northwest, California and Canada.

The ENSTOR Waha Storage Hub is currently under construction in west Texas and will interconnect with eight interstate and intrastate pipelines. The Waha storage facility is expected to have 9.5 Bcf of total working capacity and a maximum daily deliverability of 800,000 MMBtu/d. This facility could also be utilized as a header system allowing customers to capture value between various pipeline locations. A separate open season will be conducted at a later date for this facility.

Parties interested in bidding for firm storage at any of the ENSTOR storage facilities should contact Theresa Branney at (281) 374-3078 for further information or visit www.enstorinc.com.

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