



Shipper Meeting

November 3, 2006

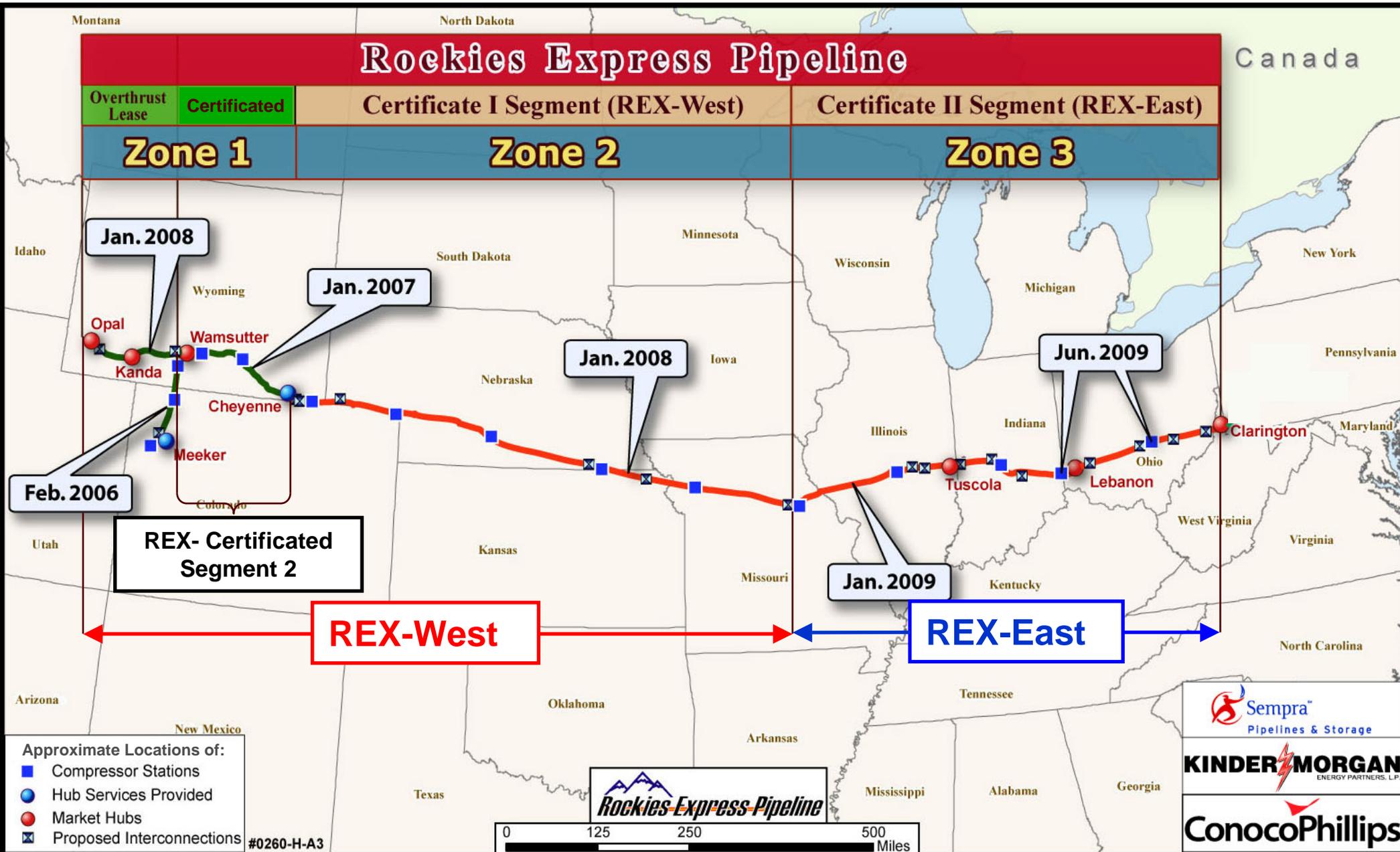
Legal Cautionary Statement

Please keep in mind that sharing your company's forecasts, predictions, pricing plans, production plans or purchasing plans with competitors is illegal. Please do not discuss current or future prices, price trends, production, demand or other sensitive information with persons who are your competitors. Please do not use this meeting as a forum to share information that is proprietary or confidential. I'm sure that each of our employers has an antitrust policy in place. I ask that you keep that policy and the antitrust laws in mind during today's formal and informal activities.

Today's Agenda

- **Project Status Update**
 - ✓ REX - Certificated
 - ✓ REX - West
 - ✓ REX - East
- **REX - WEST Interconnects**
- **Overthrust Hydrocarbon Dewpoint**
- **Other Services**

Project Structure and Timing



REX-Certificated: Segment 2

Wamsutter to Cheyenne

- 42-inch diameter pipeline (192 miles) construction is underway

• Progress (as of October 30 th)	<u>% Complete</u>
✓ Pipe received	84%
✓ Hauled and strung	82%
✓ Welded	78%
✓ Lowered-in & backfilled	73%
✓ Anticipated in-service	January 1, 2007

- ❖ Weekly Electronic Bulletin Board updates starting late November

- **Compression (Meeker and Wamsutter Stations)**

- ✓ To be undertaken and completed in 2007

REX-West Status

- **Regulatory**

- ✓ Application filed – 05/31/2006
 - ❖ Expecting approval in March, 2007
- ✓ Pre-Determination on non-Environmental issues received – 09/21/2006
 - ❖ Rehearing request made by Yates (Blending)
- ✓ Draft EIS covering REX-West, TransColorado and Overthrust
 - ❖ Anticipated within next 30 days (Issued November 3, 2006)
 - ❖ Comments due to FERC from public by Dec. 28, 2006
- ✓ Permitting

REX-West Status continued

- **Equipment and Materials**

- ✓ Pipe, compression and long lead time items ordered
- ✓ Pipe production has commenced

- **Construction**

- ✓ Pipeline construction contracts finalized
- ✓ Compressor station construction contracts being finalized

- **Rights of Way (as of November 30th) % Complete**

- ✓ Tracts acquired 61%
- ✓ 405 Miles acquired 57%

REX-West Status continued

- **Other**

- ✓ TransColorado Blanco to Meeker expansion – On schedule
 - ❖ Certificate application filed – 06/22/06
 - ❖ Not part of Rockies Express – Supply source at Meeker
 - ❖ Pipe, equipment & critical path materials ordered
- ✓ Overthrust – On schedule
 - ❖ Connection to Opal – FERC approved/construction underway
 - ❖ Incorporated into Rockies Express
 - ❖ Kanda to Wamsutter pipeline & compression
 - o Certificate Application filed – 07/19/2006
 - o Pipe, equipment & critical path materials ordered

REX-East Status

- **Regulatory**

- ✓ NEPA Pre-filing process
 - ❖ Resource reports Being developed
 - ❖ Public outreach/Open Houses Ongoing
- ✓ FERC Certificate Application filing Anticipated April, 2007

- **Equipment and Materials**

- ✓ Pipe, compression and long lead time items ordered
- ✓ Pipe production commenced September, 2006

- **Construction**

- ✓ Continuation from REX-West

REX-East Status continued

Survey (as of October 30th)	<u>% Complete</u>
✓ Permission received	90%
✓ Detailed civil	70%
✓ Biological	43%
✓ Cultural resource	13%
Public Outreach	
✓ Open Houses	
✓ Federal, State and Local Government & Authorities	

REX-West Interconnects

Interconnect Point		Capacity	In-Service Date	Flow	Owner
Meeker	TransColorado	350,000	Operational	Receipt Only	REX
	EnCana	850,000	Operational	Receipt Only	REX
Wamsutter	Overthrust	630,000	January 1, 2008	Receipt Only	Overthrust
	Lost Creek	150,000	January 1, 2008	Receipt Only	REX
Echo Springs	WFS	115,000	January 1, 2008	Receipt Only	REX
Rockport	WIC	50,000	January 1, 2008	Receipt Only	WIC
Wamsutter	CIG	500,000	Operational	Bi-Directional	CIG
	WIC	500,000	Operational	Bi-Directional	WIC
Rockport	CIG	600,000	January 1, 2007	Delivery Only	REX
	XCEL	200,000	January 1, 2007	Delivery Only	REX
	Cheyenne Plains	730,000	January 1, 2007	Bi-Directional	REX
	Trailblazer	860,000	January 1, 2007	Delivery Only	REX
KMIGT		100,000	January 1, 2008	Delivery Only	REX
NGPL		600,000	January 1, 2008	Delivery Only	REX
NNG		600,000	January 1, 2008	Delivery Only	REX
ANR		600,000	January 1, 2008	Delivery Only	REX
PEPL		1,300,000	January 1, 2008	Delivery Only	REX

Expected In-Service Dates & Capacity

Segment	Stage	Terminus Point	In-Service Date	Capacity (Mdth/d)
REX- Certificated	Free Flow 1	Wamsutter, WY	Feb. 2006	(1)
	Free Flow 2	Rockport, CO	Jan. 2007	(1)
	Certificated		Jan. 2008	1,500
	REX-East		July 2009	1,800
REX- West	Initial	Audrain Co, MO	Jan. 2008	1,500
	Expanded		July 2009	1,800
REX- East	Interim	Clarington, OH	Jan. 2009	1,500
	Powered	Clarington, OH	July 2009	1,800

Note 1: System capacity dependent on Meeker receipt pressure. The full capacity requires a 1,280 psig receipt pressure. System capacity and availability is being posted on the Rockies Express electronic bulletin board.

Overthrust Hydrocarbon Dew Point

- **Overthrust deliveries to Kern River at Opal are subject to a 15 degree F cricondenthem hydrocarbon dewpoint (CHDP).**
- **Overthrust is proposing a tariff change that will provide for a “Safe Harbor” CHDP equal to or less than 15 degree F and may accept gas having a higher CHDP provided that the resulting blended CHDP levels will be accepted by interconnecting pipelines.**
- **The Overthrust Capacity Lease stipulates that the REX tariff (proposed 20 degree F CHDP) controls.**
- **All REX receipt points into Overthrust are from cryogenic processing plants.**
- **Kern River may represent a future REX shipper delivery point option that will require a 15 degree F CHDP.**
- **Overthrust has proposed an amendment to the Capacity Lease to address the CHDP mismatch.**
- **Are REX Shippers amenable?**

Other Services

- **Pooling**
- **Hubs/Headers**
- **Storage**

Kinder Morgan Contacts

- **Business Development:**
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