Transwestern Pipeline Company

A Leader in the Transportation of America's Natural Gas

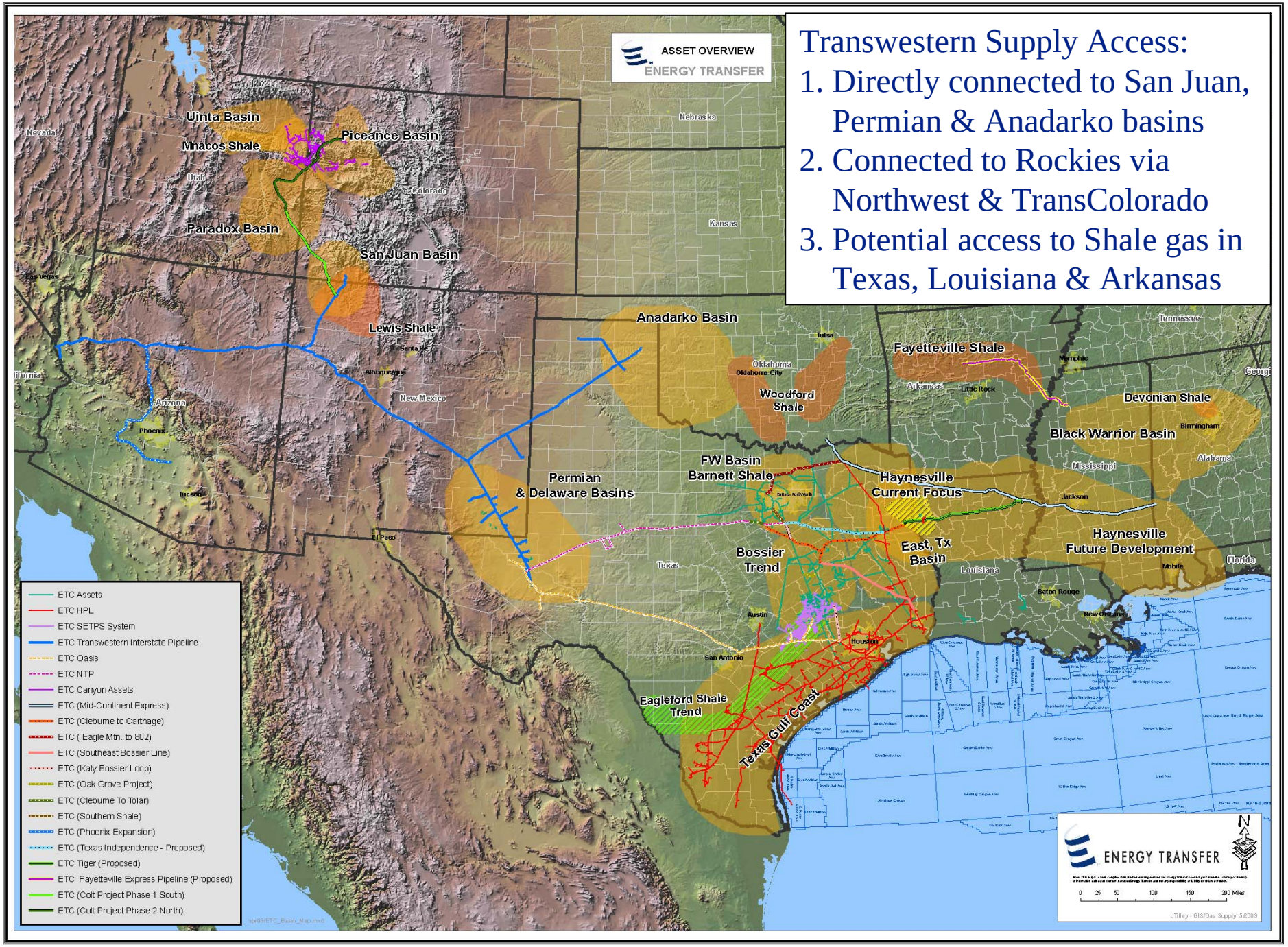
California Energy Commission

Paul Y'Barbo

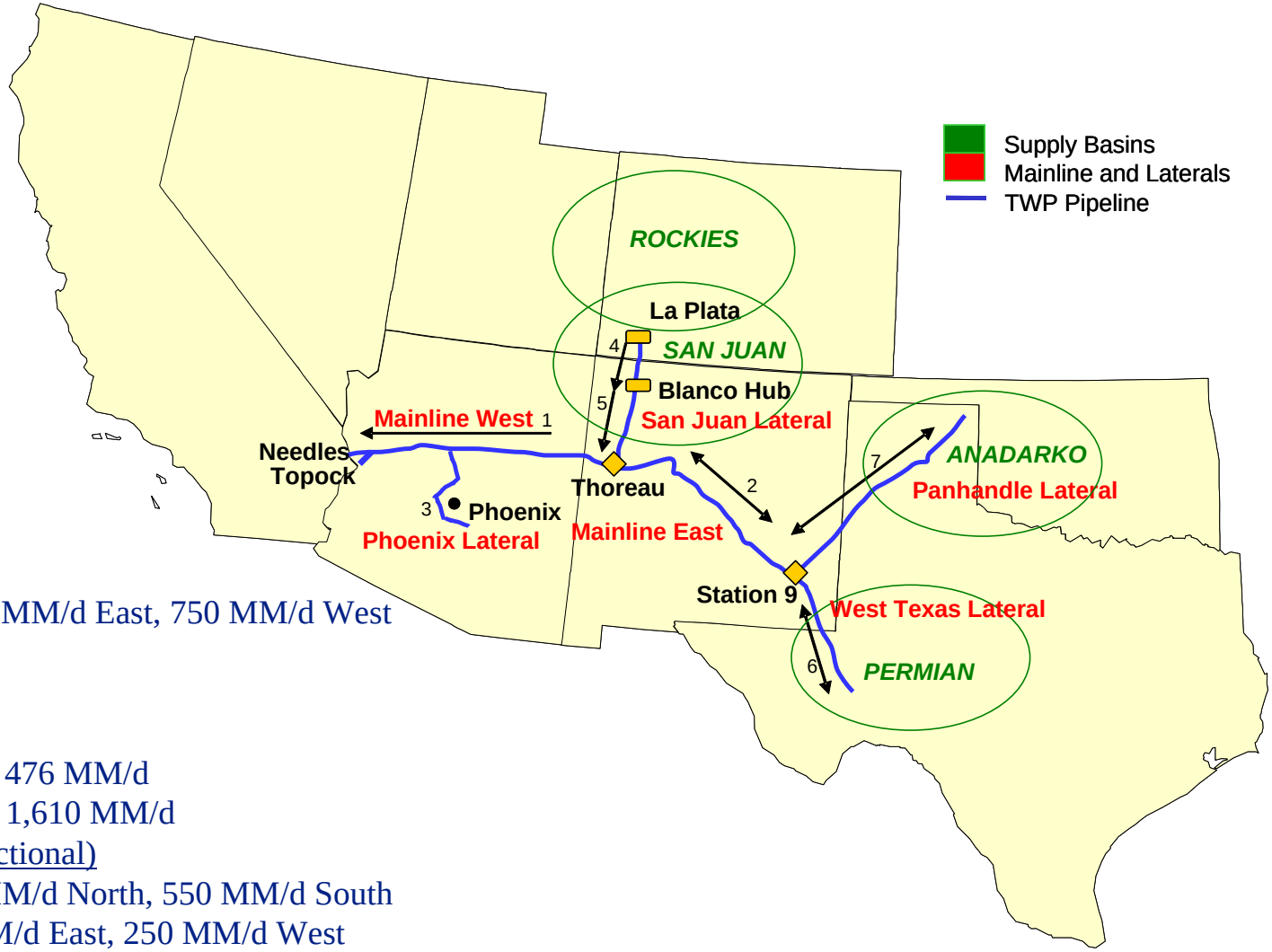
June 04, 2009

Energy Transfer – Company Overview

- Energy Transfer (ETP) is the third largest Master Limited Partnership in the United States
  - Largest intrastate pipeline system in the United States
  - ETP handles approximately 19 percent of the natural gas consumed daily in the United States
- ETP owns and operates approximately 17,000 miles of gathering, interstate and intrastate transportation pipelines
- Transported volumes of more than 10 billion cubic feet per day
- Access to Katy, Houston Ship Channel, Carthage, Agua Dulce and Waha Hubs
- Operates over 1,100,000 horsepower of compression
- Bammel, Bethel and Bryson Storage: 74 Bcf Working / 142 Bcf Total
- Retail propane distribution serving more than 1.1 million customers – among the top three propane retailers in the United States
- 1,150 ETC employees including TW and approximately 4,400 Heritage employees


ASSET OVERVIEW
ENERGY TRANSFER
Transwestern Supply Access:
1. Directly connected to San Juan, Permian & Anadarko basins
2. Connected to Rockies via Northwest & TransColorado
3. Potential access to Shale gas in Texas, Louisiana & Arkansas
Uinta Basin
Piceance Basin
Mancos Shale
Paradox Basin
San Juan Basin
Lewis Shale
Anadarko Basin
Fayetteville Shale
Woodford Shale
Devonian Shale
Black Warrior Basin
FW Basin
Barnett Shale
Permian & Delaware Basins
Haynesville Current Focus
East, Tx Basin
Haynesville Future Development
Bossier Trend
Eagleford Shale Trend
Texas Gulf Coast
Nevada
Utah
Colorado
Kansas
Nebraska
Tennessee
Arizona
New Mexico
Texas
Oklahoma
Arkansas
Louisiana
Mississippi
Alabama
Florida
Phoenix
Tucson
El Paso
Albuquerque
Santa Fe
Tulsa
Oklahoma City
Little Rock
Memphis
Birmingham
Jackson
Mobile
Baton Rouge
New Orleans
Austin
San Antonio
Houston
ETC Assets
ETC HPL
ETC SETPS System
ETC Transwestern Interstate Pipeline
ETC Oasis
ETC NTP
ETC Canyon Assets
ETC (Mid-Continent Express)
ETC (Clebume to Carthage)
ETC (Eagle Mtn. to 802)
ETC (Southeast Bossier Line)
ETC (Katy Bossier Loop)
ETC (Oak Grove Project)
ETC (Clebume To Tolar)
ETC (Southern Shale)
ETC (Phoenix Expansion)
ETC (Texas Independence - Proposed)
ETC Tiger (Proposed)
ETC Fayetteville Express Pipeline (Proposed)
ETC (Colt Project Phase 1 South)
ETC (Colt Project Phase 2 North)
ENERGY TRANSFER
0 25 50 100 150 200 Miles
JTilley - GIS/Gas Supply 5/2009

Transwestern Pipeline System



Mainline

1. West 1,225 MM/d
2. Bi-directional 725 MM/d East, 750 MM/d West

Phoenix Lateral

3. 500 MM/d

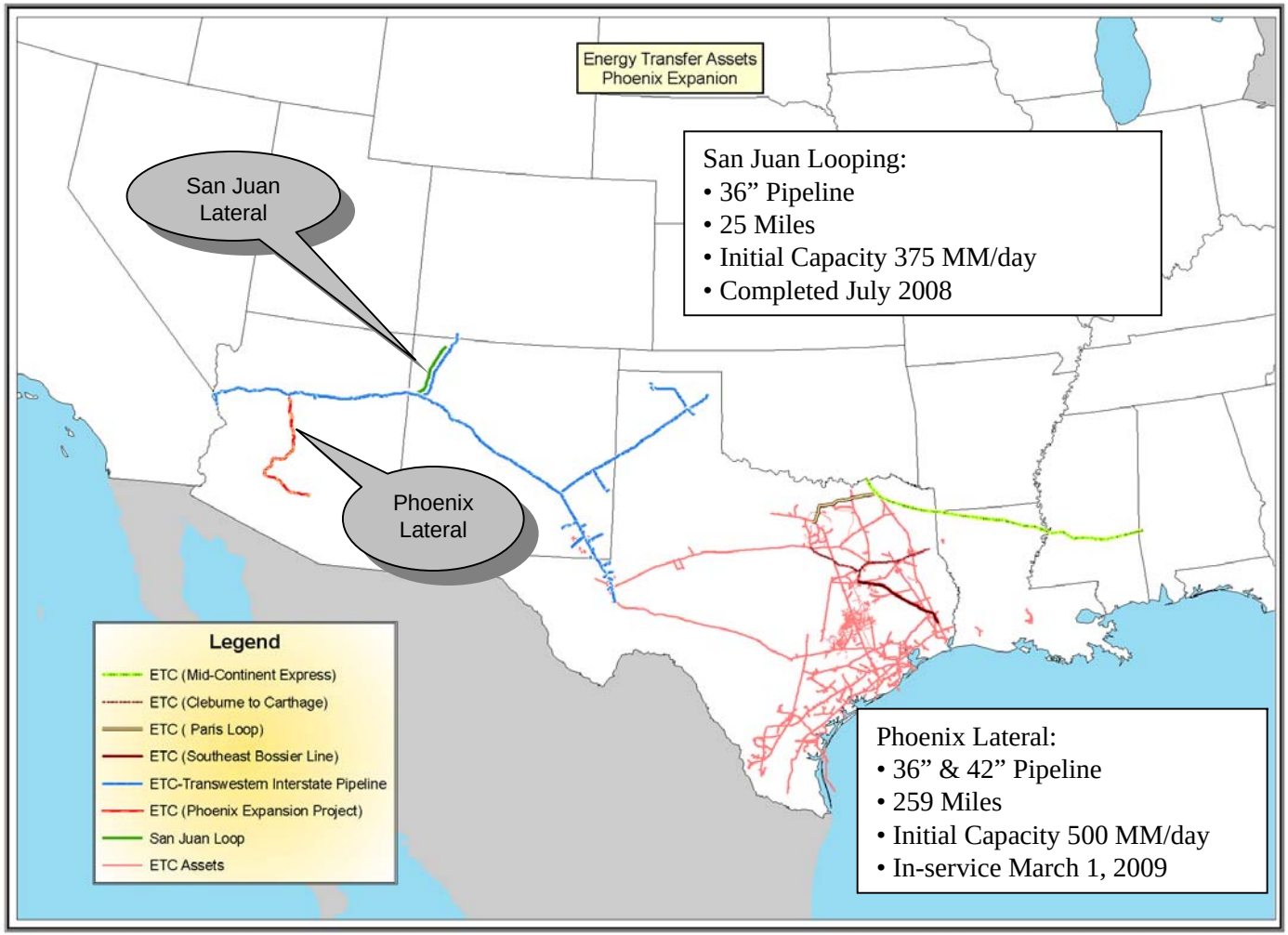
San Juan Lateral

4. La Plata to Blanco 476 MM/d
5. Blanco to Thoreau 1,610 MM/d

East Laterals (Bi-directional)

6. West Texas 585 MM/d North, 550 MM/d South
7. Panhandle 273 MM/d East, 250 MM/d West

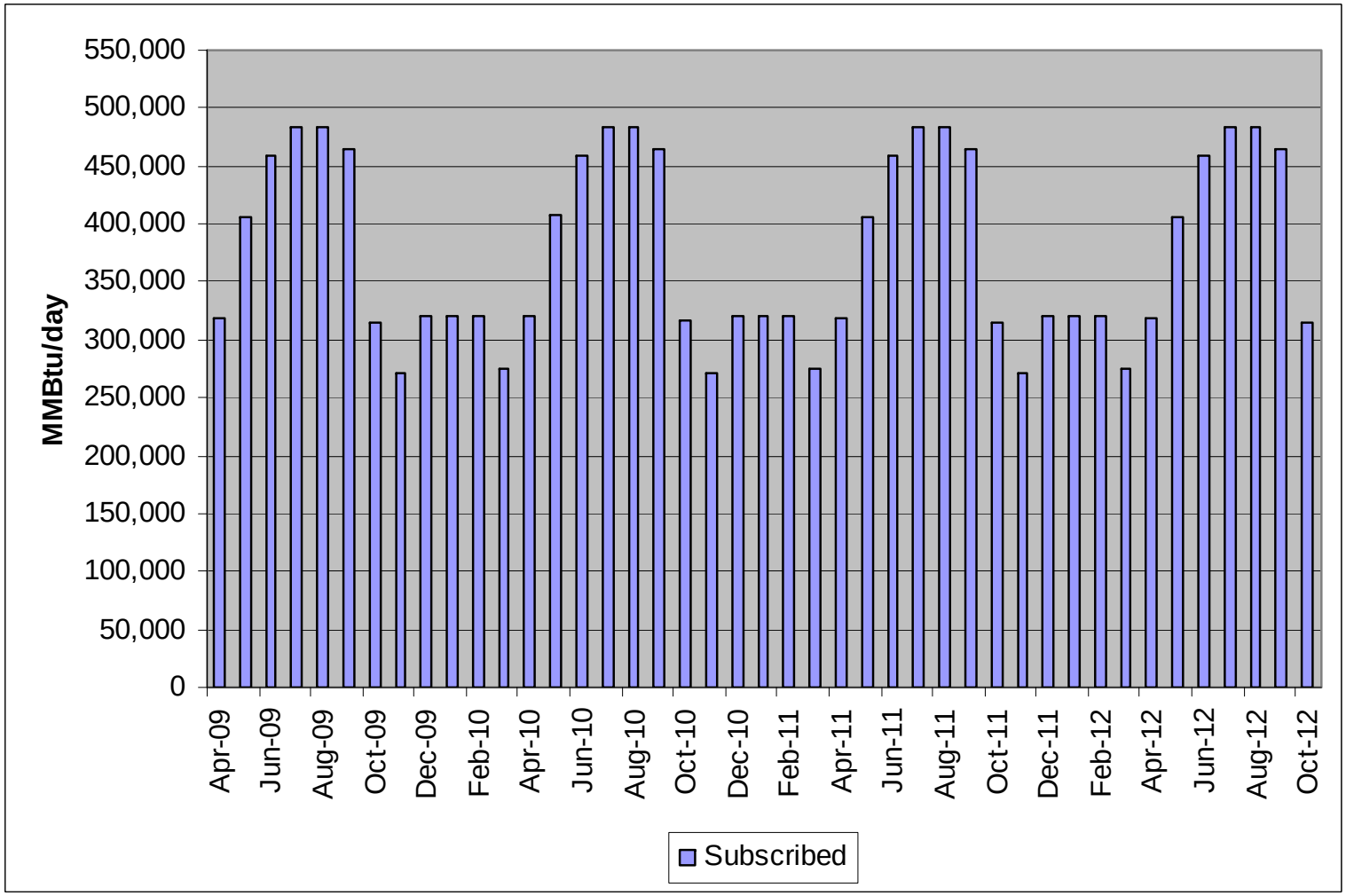
San Juan Lateral & Phoenix Expansions



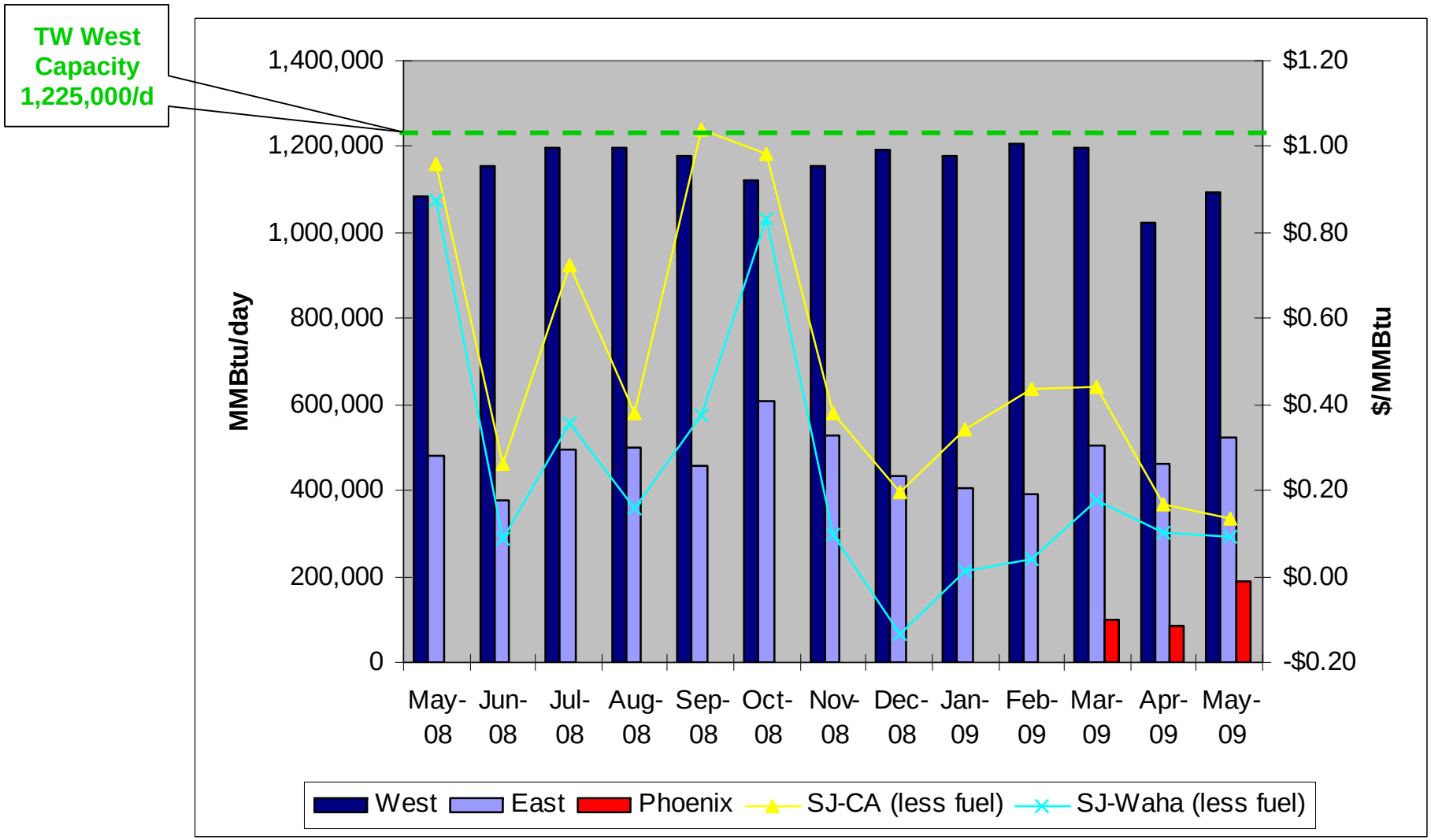
San Juan Looping:
- 36” Pipeline
- 25 Miles
- Initial Capacity 375 MM/day
- Completed July 2008

Phoenix Lateral:
- 36” & 42” Pipeline
- 259 Miles
- Initial Capacity 500 MM/day
- In-service March 1, 2009

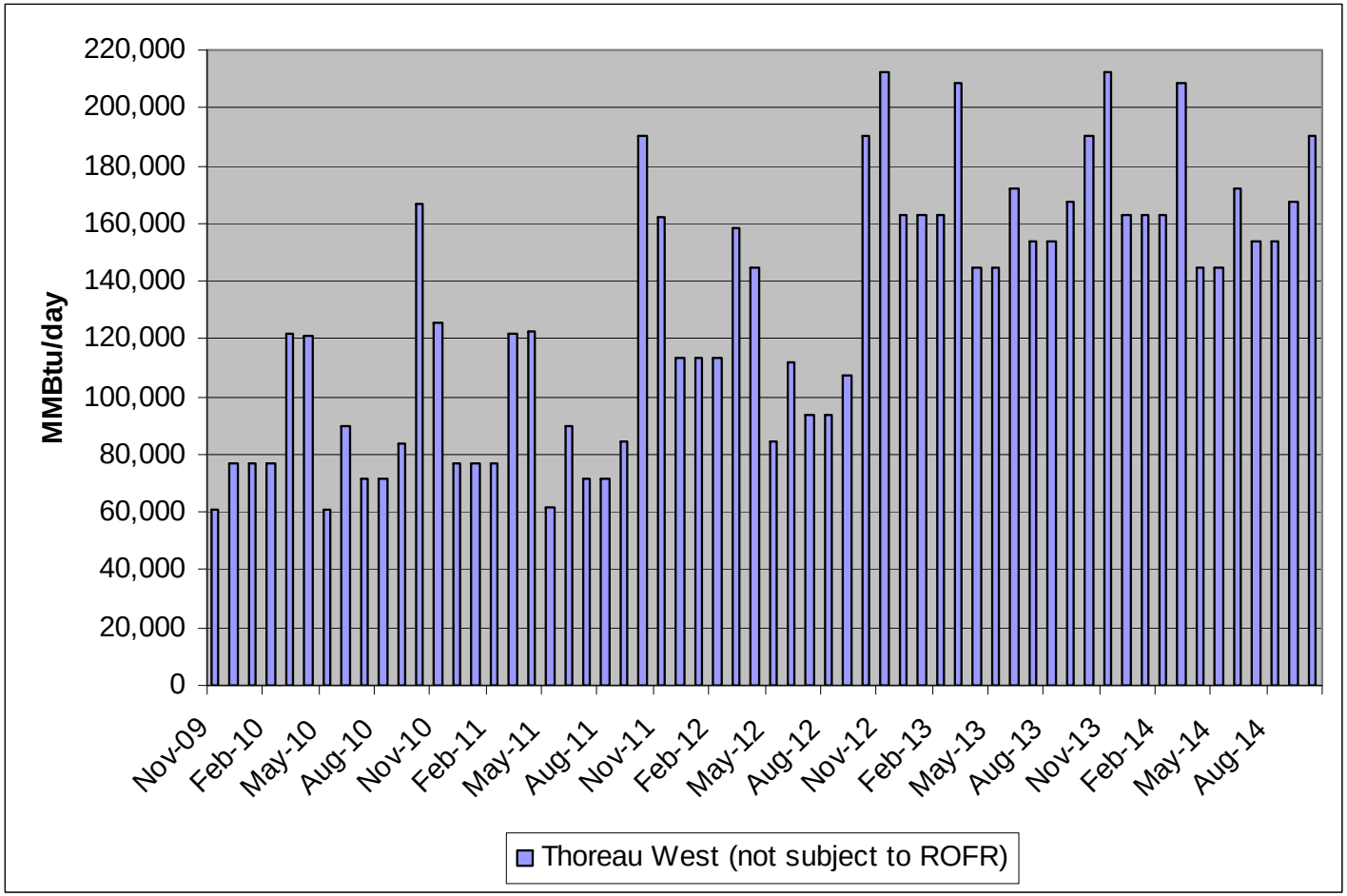
Phoenix Lateral Subscription Levels



Throughput and Pricing Trends

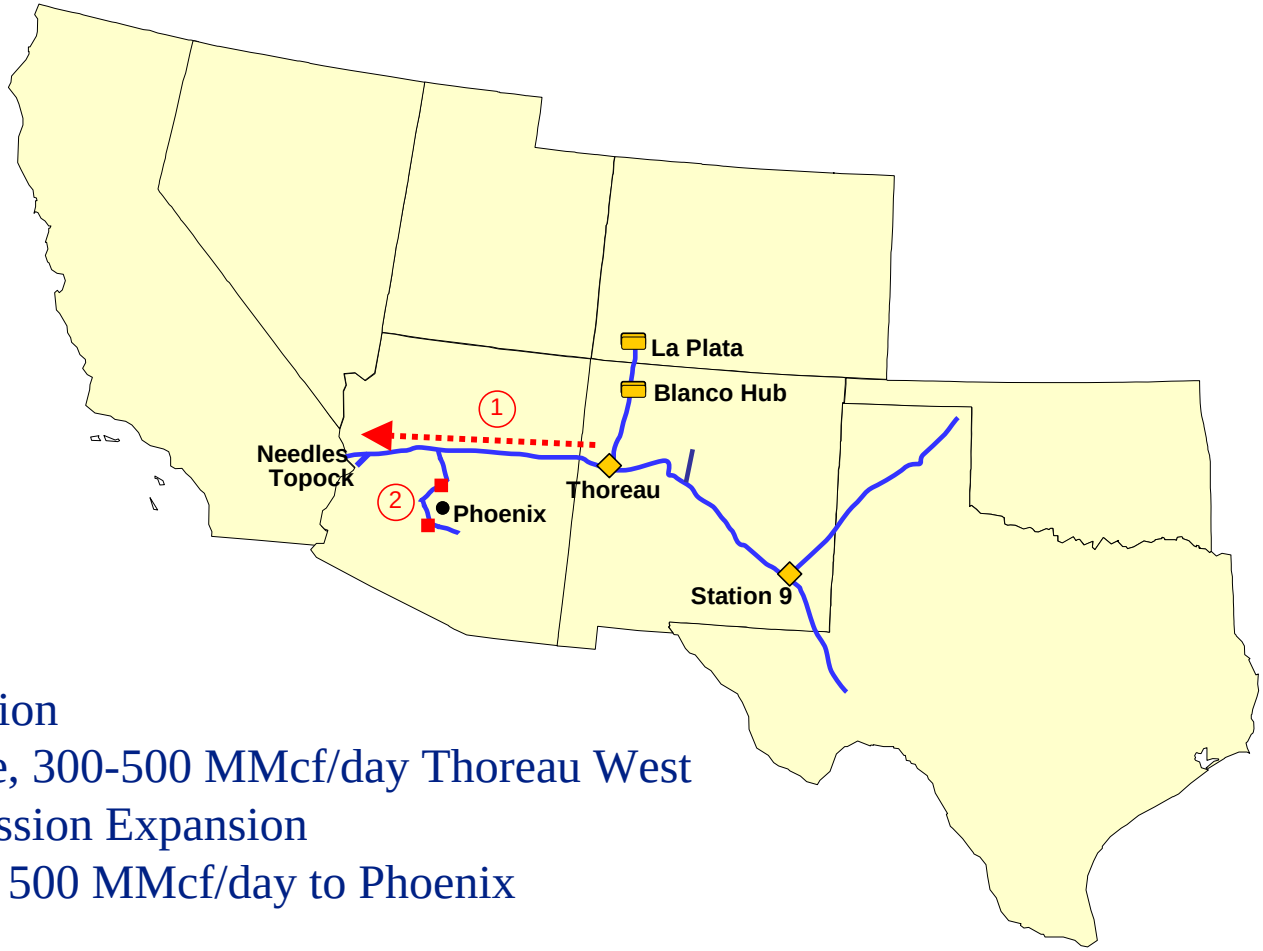


Mainline West Available Capacity

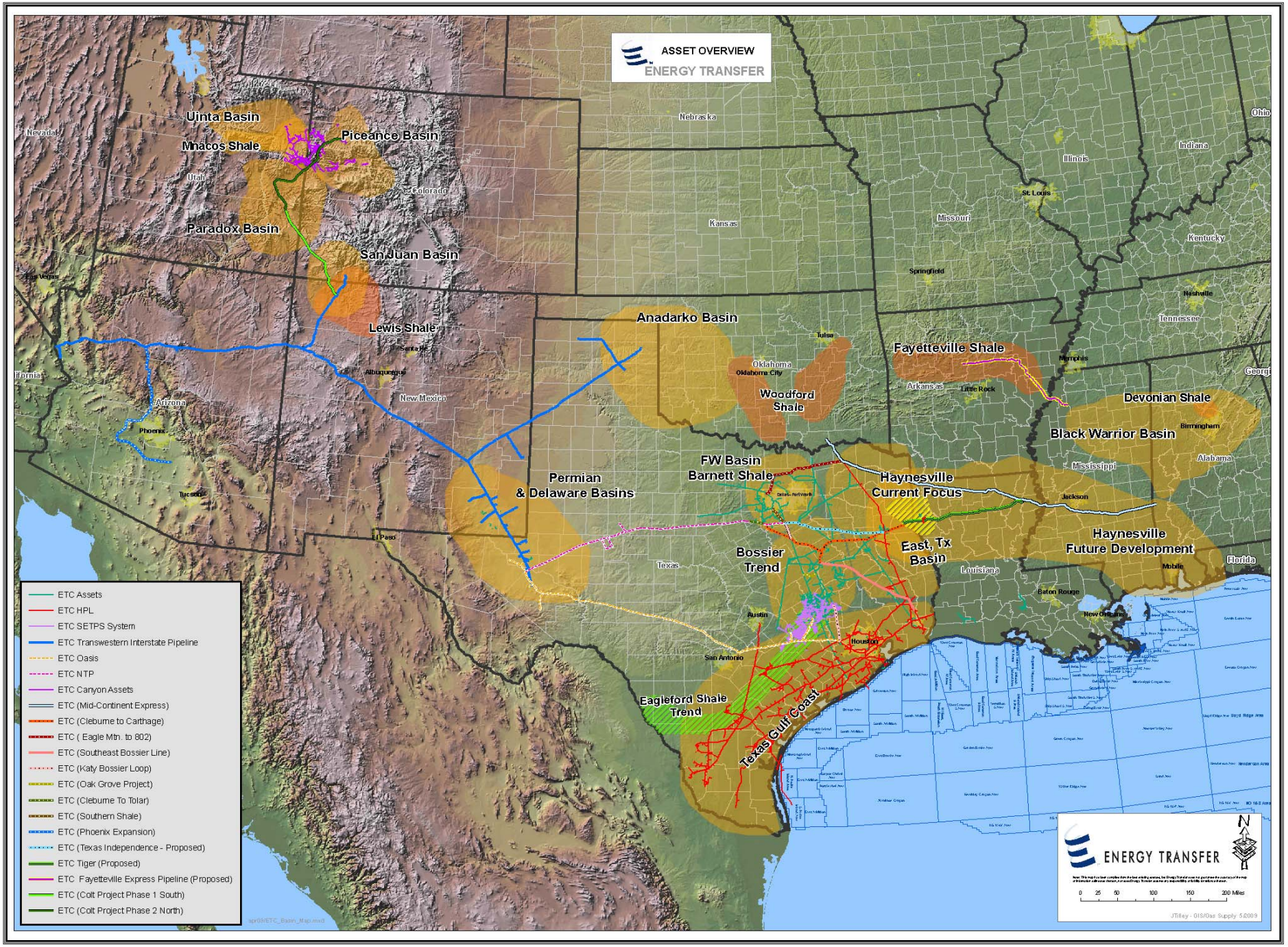


View TW's available capacity at www.twtransfer.energytransfer.com, Info Postings, Capacity, Unsubscribed Capacity, "Thoreau West"

Transwestern – Future Opportunities



1. Mainline Expansion
   - For example, 300-500 MMcf/day Thoreau West
2. Phoenix Compression Expansion
   - Incremental 500 MMcf/day to Phoenix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Future Development
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Texas Gulf Coast
Nevada
Utah
Colorado
Arizona
New Mexico
Texas
Nebraska
Kansas
Missouri
Illinois
Indiana
Ohio
Kentucky
Tennessee
Arkansas
Oklahoma
Louisiana
Mississippi
Alabama
Florida
Georgia
California
Las Vegas
Phoenix
Tucson
El Paso
Albuquerque
Santa Fe
Tulsa
Oklahoma City
Dallas-Fort Worth
Austin
San Antonio
Houston
Baton Rouge
New Orleans
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