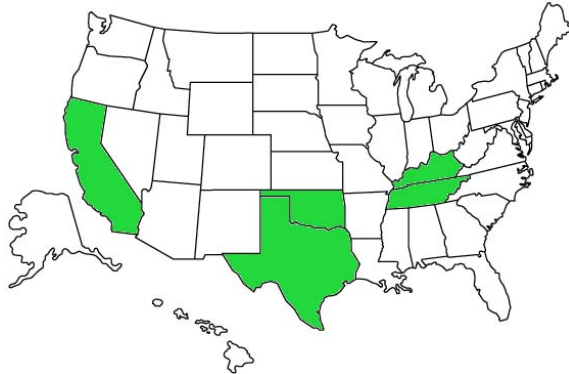


Energy Distribution &
Utility Operations Company

Small Towns, Small Utilities, Big Needs

The Navitas companies are engaged in the operation and of acquisition rural, energy assets and other utilities. Navitas has taken a unique approach to the business of operating local utilities.



Over the years, the draining of capital and decline of population has taken its toll on rural infrastructure. While at the same time compliance costs have steadily increased. This has created an extremely challenging environment for small utilities that lack the economies of scale of the majors.

By focusing on bringing together rural utilities, Navitas is able to form capital and labor in systems that previously have exhausted their resources.

The Navitas approach is unique in that the focus is on projects and systems that cannot generate ample returns for larger, urban operations that rely on high customer densities to create economies of scale. The Company has acquired systems as small as 25 customers and as large as 2,500. Navitas Assets currently owns in excess of 1,100 miles of natural gas distribution pipelines serving 18 Oklahoma, 3 Tennessee, and 2 Kentucky Counties.

At A Glance

- **30+ employees**
- **Serving 25 systems**
- **Operating in CA, KY, OK, TN, & TX**
- **Delivering 500,000 MCF annually**
- **Through 1,140 miles of pipeline**
- **With assets of \$13 Million**



The lack of capital formation has forced some rural systems into deferring maintenance and potential non-compliance. When an enterprise lacks resources little more than a bare minimum can be undertaken or implemented.

By establishing rates competitive with other market place alternatives and utilizing a highly productive workforce with updated systems and sound physical assets provided by Navitas Utility, Navitas Assets has been able to reinvest where needed to ensure reliable and safe infrastructure for future generations.

Local People, Local Partnerships

Navitas Utility and Navitas Assets make strategic investments in utility assets. The primary focus of both companies has been in the development, acquisition and operation of regulated utilities. This focus is further defined by a concentration on systems in rural areas, or on systems involving shorter transmission runs which connect to limited, local industrial or municipal customer bases. Examples of this strategy include local natural gas distribution companies (LDC's); municipal electrical utilities; pipeline fueling points for airports, railroads, or other small local fuel markets; distributed generation power plants (less than 10 MW); complete municipal utility operations encompassing energy, water, & sanitation; and rural communications infrastructure.



The strategy develops economies of scale which provide effective operational expertise to geographically diverse, rural systems. It places a premium on employing the well trained, and committed personnel. Navitas retains a highly experienced and skilled workforce. This outlook pays dividends in the areas of maintenance, compliance, and insurance. Large gains are seen in billing, customer service, and engineering. Navitas provides the critical mass necessary to obtain the best commodity and transportation contracts otherwise unavailable to the small rural system. The consumers benefits from these economies through consistent service at competitive prices. Navitas offers these services to third party pipeline operations.

To facilitate contracting with major utilities the Company has obtained its California Minority Owned Business status due to its Native American ownership.



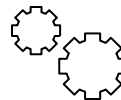
IT Resources

From the corporate headquarters in California, Navitas Companies' IT infrastructure, computing resources and technical expertise allows for unlimited expansion for operating for new systems anywhere in the country.



Central Billing

All customer bills originate from a central office in Eakly Oklahoma. Our billing software allows the versatility to bill multiple companies on differing billing cycles for natural gas, water, sewer & electricity. Our local customer service representatives are trained in all aspects of the billing process.



Economies of Scale

Each system serviced by Navitas Utility decreases the per customer cost of overhead expenses from insurance and financing to utility charges for the offices. Additionally, the greater the number of customers the greater the purchasing power.

Competitive Energy For Rural America



Know what's below.
Call before you dig.

Contact

Thomas Hartline

714.242.4064

thartline@navitasutility.com

