

Henwood

2379 Gateway Oaks Drive, Suite 100
Sacramento, CA 95833
Phone: (916) 569-0985
Fax: (916) 569-0999
www.henwoodenergy.com



THE ENERGY AUTHORITY® TO IMPLEMENT HENWOOD'S NEW ZONAL/NODAL LMP PRICE FORECASTING SOFTWARE

February 24, 2003

Jacksonville, FL –The Energy Authority® (TEA) will now use Henwood Energy Services' (Henwood) new EnerPrise™ Software to model zonal and nodal (LMP) markets, develop zonal and nodal electric wholesale pricing forecasts, and design appropriate trading strategies for each of its Members' and Resource Management Partners' portfolios. In the increasingly nodal price-sensitive market, TEA® looks forward to integrating the new software with its current systems to offer improved services to its public power Members and Partners.

The new EnerPrise software directly integrates the market analytics module—MARKETSYM™—with PowerWorld's Simulator™, a tool capable of modeling up to 60,000 buses. As a result, two of the industry's leading technologies now work together to deliver the single-most effective means to forecast nodal prices, value firm transmission rights, and perform probabilistic analysis of LMP pricing solutions.

TEA and Henwood worked together in a collaborative effort to make the EnerPrise software solution a technologically robust tool designed for specific, real-world applications. Henwood supplied the software and development expertise; TEA supplied the critical insights in market development and risk management.

"We are very excited to partner with TEA and their recognized leading-edge application of probabilistic modeling solutions in the energy market," explained Mark Henwood, President and CEO. "The combination of MARKETSYM and PowerWorld provides the industry's most complete market analysis and price forecasting solution at both the zonal and nodal level—a huge advantage for companies operating in today's market environment."

Bob Dyer, The Energy Authority's President and CEO, commented, "We were looking for a cutting-edge LMP solution for the new energy market from a software developer who could move as fast as our business needs dictate. We've found that Henwood meets the stringent requirements of our business model, and their RISKSYSM product has proved to be a reliable tool as we help our Members and Partners manage their energy risk. We look forward to working with Henwood and their EnerPrise software to address the current and future challenges brought on by redesigned energy markets."

The Energy Authority is a unique, non-profit company designed by public power to serve public utilities' energy marketing and trading needs. TEA provides short- and long-term trading services, risk management services, credit and contract management services as well as back-office support. Its members include some of the largest public utilities in the nation.

Henwood's EnerPrise Software is licensed by leading energy companies worldwide and supported by a foundation of exceptional client support, two decades of power industry experience, advanced analytic algorithms, n-tier technology, and comprehensive global power industry data. Henwood's enterprise-wide software for the power industry can be used alone or integrated together to manage the workflow of electric utilities, generation companies, power traders, and retail suppliers including: risk, trading, market analytics, generation management and retail and load forecasting.

###

About Henwood: Henwood offers power generators, marketers, and retailers integrated EnerPrise™ Software solutions, comprehensive market intelligence data and information, and strategic consulting services to meet the challenges of restructured energy markets throughout North America, Asia, Australia and Europe. For more information why the top utilities and power generators rely on Henwood business solutions, call Chris Farrell at 916/569-0985, (e-mail cfarrell@henwoodenergy.com) or visit www.henwoodenergy.com.

About The Energy Authority: The Energy Authority is a not-for-profit energy-marketing corporation headquartered in Jacksonville, Fla. TEA's Members and Resource Management Partners collectively own more than 17,000 MW of generation and purchased power assets. For more information, visit www.teainc.org. The Energy Authority and TEA are registered trademarks of The Energy Authority, Inc.