



ENERGY RISK MANAGEMENT

Howard Rennell, Pat Shigueta,
Karen Palladino & Zachariah Yurch
(212) 624-1132 (888) 885-6100

www.e-windham.com

POWER MARKET REPORT FOR NOVEMBER 29, 2007

NATURAL GAS MARKET NEWS

The Dubai Multi Commodities Center reported it is in "critical negotiations" to secure a site for its LNG storage hub in the Persian Gulf and to identify core customers that will also be offered an equity shareholding in the project. The DMCC originally had been looking to locate the facility in Dubai but now is looking at Oman in order to bypass the Strait of Hormuz.. Phase 1 of the project is projected to set up cryogenic LNG storage tanks of 200,000 cubic meters capacity each and be ready by 2011.

Seminole Energy Services reportedly has begun talks with producers about whether to develop new gathering treatment and processing facilities in the Big Sandy region in the Appalachian Basin.

Coral Energy has asked the FERC to deny the South Coast Air Quality Management District's request for a

EIA Weekly Report

	11/23/2007	11/16/2007	Net chg	Last Year
Producing Region	1074	1071	3	1011
Consuming East	1977	1991	-14	1940
Consuming West	477	478	-1	471
Total US	3528	3540	-12	3422

*storage figures in Bcf

said today that the U.S was largely spared from significant land falling hurricane and tropical storms this year. The hurricane season did not meet expectations; given the climate patterns that were in place normally would have produced an active and volatile hurricane season. As a result NOAA's scientists are investigating possible climate factors that may have led to this lower than expected

Generator Problems

ECAR – FirstEnergy's 1,260 Mw Perry nuclear unit scrambled shut from full power due either a main turbine trip or loss of feedwater.

NPCC – Constellation Energy's 1,140 Mw Nine Mile Point #2 nuclear unit reduced output to 85% power this morning, but by mid day was back to full power. Yesterday, the unit was operating at 95% power. Nine Mile Point #1 continues to operate at full power.

OPG's 490 Mw Nanticoke #4 coal fired power generating unit returned to service this morning. The unit had been off line since October 8th.

The NRC reported that 90,059 Mw of nuclear capacity is online, down 1.24% from Wednesday, and up 2.40% from a year ago.

limited stay of the agency's order approving a proposed expansion of North Baja Pipeline, which would import regasified LNG.

Spectra Energy has received nominations exceeding 325,000 Dth/d for transportation services on Texas Eastern's proposed TIME III expansion.

National Weather Service hurricane forecasters

Natural Gas Cash Market						
ICE Next Day Cash Market						
	Volume	Avg	Change	Basis	Change	Basis 5-Day
Location	Traded	Price		(As of 12:30 PM)		Moving Avg
Henry Hub	1,739,400	\$7.449	(\$0.062)	(\$0.026)	(\$0.263)	(\$0.410)
Chicago City Gate	957,200	\$7.628	(\$0.136)	\$0.153	(\$0.268)	(\$0.137)
NGPL- TX/OK	692,100	\$6.725	(\$0.138)	(\$0.750)	(\$0.270)	(\$0.833)
SoCal	1,012,400	\$6.992	(\$0.229)	(\$0.483)	(\$0.361)	(\$0.790)
PG&E Citygate	633,600	\$7.400	(\$0.219)	(\$0.075)	(\$0.351)	(\$0.044)
Dominion-South	556,400	\$7.996	(\$0.029)	\$0.521	(\$0.161)	\$0.269
Transco Zone 6	243,100	\$9.192	\$0.713	\$1.717	\$0.581	\$0.759

storm activity. All in all, one hurricane, one tropical storm and three tropical depressions struck the United States. This past season also saw eight storms form in the Atlantic basin in September, tying September 2002 for having the most storm formations in a single month. For the first time in recorded history, two Category 5 storms made landfall in the Atlantic Basin during the same season. Scientists also noted that Hurricane Humberto grew from a tropical depression into a full fledge hurricane within 24 hours. Only three other storms have been recorded that intensified faster during a 24 hour period.

PIPELINE MAINTENANCE

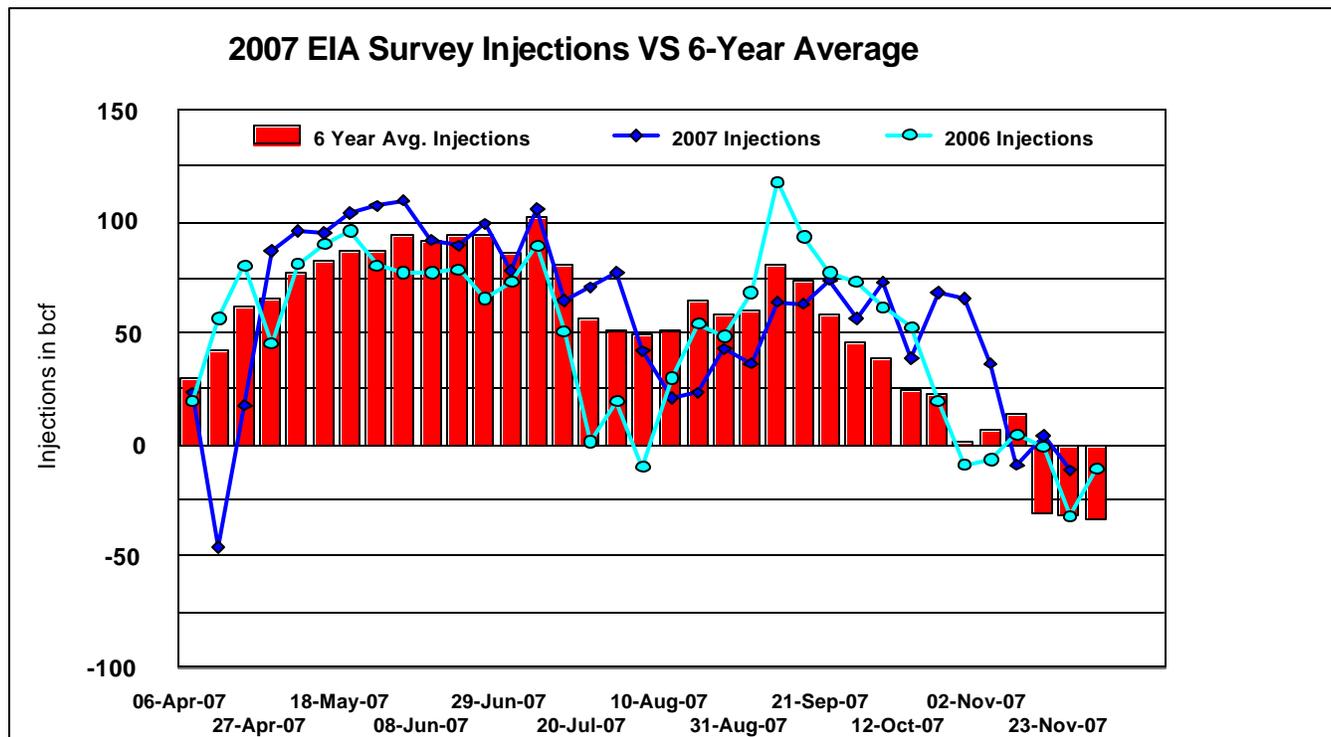
National Fuel Gas said that it will conduct compressor maintenance at Roystone station beginning December 3 and running through December 7.

Gulf South Pipeline said that unscheduled maintenance on Montpelier Compressor Station Unit #6 is complete.

Williams reported that a cooling tower at its Ignacio gas Processing plant caught fire on Wednesday, damaging it and a few adjacent buildings. The plant has been shut down and the fire extinguished. The facility has a 450 million cf/d capacity and a restart date will not be estimated until a thorough assessment of damage is made. The company reported that approximately 100 Mmcf of the plant's normal production capacity has been switched to other facilities.

Canadian Gas Association			
Weekly Storage Report			
	23-Nov-07	16-Nov-07	24-Nov-06
East	243.0	246.0	241.8
West	346.3	347.0	211.1
Total	589.2	593.8	452.8

storage figures are in Bcf



PIPELINE RESTRICTIONS

PG&E California Gas Transmission has announced that a customer specific operational flow order is in effect on its California natural gas pipeline system for today's gas flow.

Northwest Pipeline Co. said that primary volumes scheduled north through Kemmerer have exceeded Northwest's physical capacity through Kemmerer by approximately 20 MMcf/d, which Northwest can no longer mitigate using its limited storage flexibility. Therefore, Northwest is invoking its OFO provisions.

Florida Gas Transmission said that its linepack is low today. Therefore, customers in FGT's Market Area are notified that there is the potential that FGT may issue an Overage Alert Day on one of the upcoming gas days. If it is issued, FGT believes there is a low probability for the need to interrupt previously scheduled Market Area ITS-1 service.

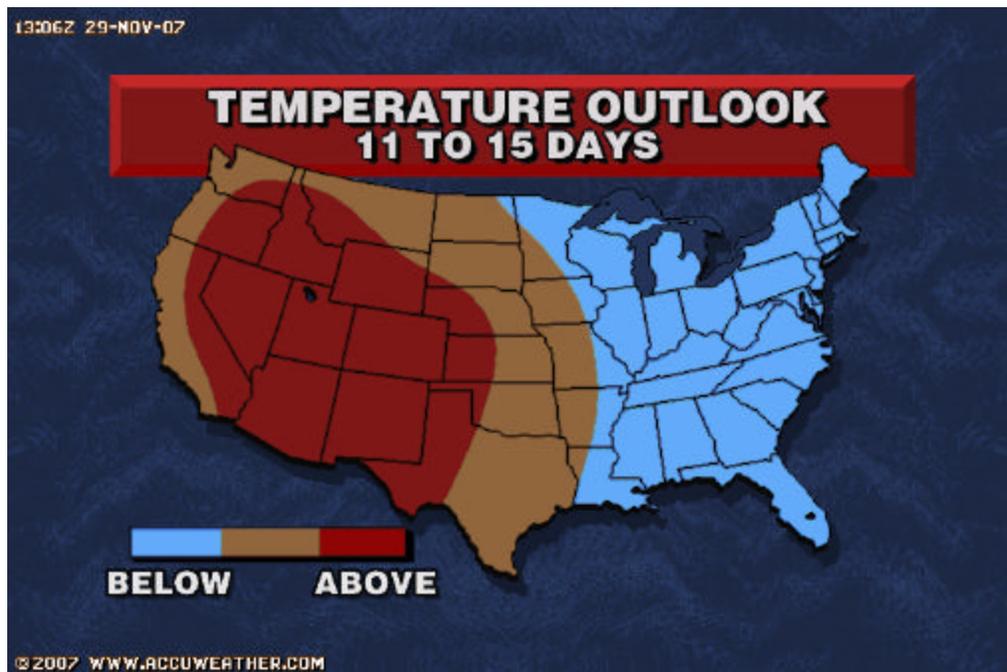
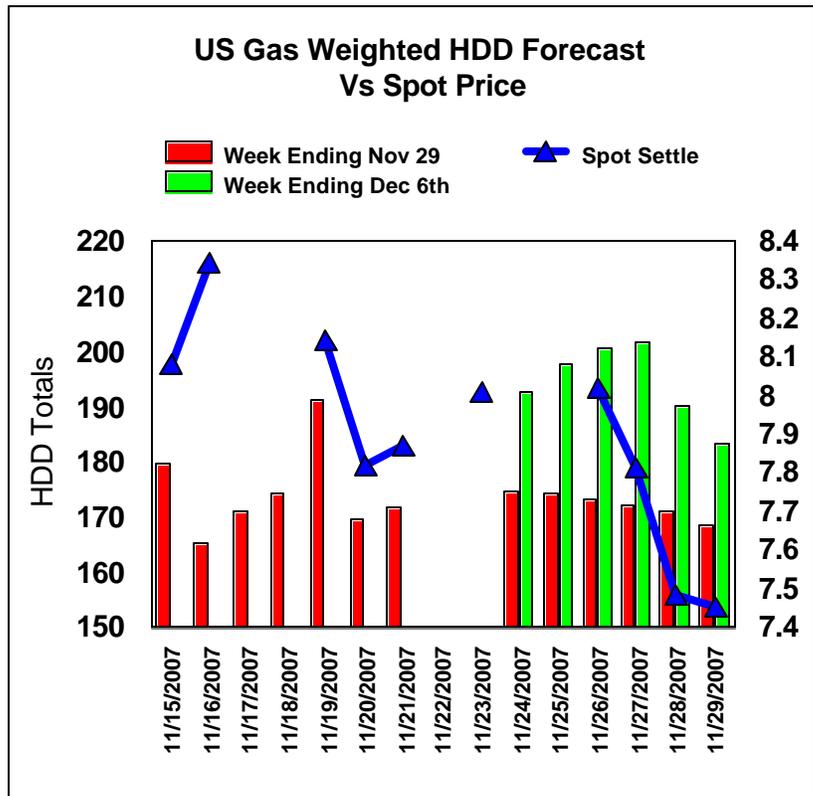
ELECTRIC MARKET NEWS

The U.S. could reduce projected 2030 emissions of greenhouse gases by one-third to one-half at a "manageable" cost to the economy and without requiring big changes in consumer lifestyles, according to a report issued by management consultant McKinsey & Company and The Conference Board, a business research organization. The McKinsey-Conference Board report said a reduction of 3.0 billion to 4.5 billion mt in 2030 is achievable at a manageable cost using proven and emerging high-potential technologies—but only if the U.S. pursues a wide array of options and moves quickly to capture gains from energy efficiency.

Dominion Resources said today that it is seeking proposals for renewable energy projects in PJM as it attempts to meet its commitment to its renewable electricity sales goals

MARKET COMMENTARY

The natural gas market while getting a temporary lift from escalating oil prices over night quickly gave those gains back this morning as oil prices settled



down as the damage to Canadian export crude pipelines became less severe as initially feared. In addition the continued moderation of intermediate term temperature forecasts for the United States also helped to weigh on natural gas prices going into the release of the EIA Storage Report. This morning's storage report did not show as large of stock draw as most traders had been looking for and as a result prices dipped lower setting a new recent low in the January natural gas contract before rebounding nearly a dime

from the late morning through the afternoon. This market simply comes down to the weather. Given surplus

inventories this market has to see colder temperatures through much of December in order to get back into a more balanced situation. This still looks like a possibility that outside of the week ending December 6th last year inventory draws during the month of December were very disappointing given the warm temperatures across much of the nation.

But until the cold weather can talk hold it appears that this market will remain under pressure. We would look for today's lows at \$7.383 to be challenged, with additional support at 7.305. More distant support we see at the near term spot low of \$7.18 followed by \$7.01. Resistance we see at \$7.60, \$7.676 and \$7.715 followed by more distant targets of \$7.784, \$7.817, \$7.892 \$7.917 and \$8.09.

