



February 12, 2009

To: Interested Parties of the Nebraska Resources Company Pipeline

Re: NRC Pipeline Project Update

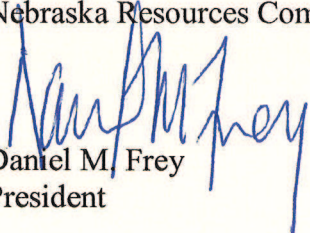
As most of you know, Nebraska Resources Company, LLC ("NRC") has worked diligently with customers, regulators, and other parties to develop the NRC pipeline project in Nebraska. Despite these efforts, NRC has been unable at this time to conclude agreements with credit worthy counterparties that will support the further financing and development of the pipeline. Many factors have prevented NRC from moving forward. The collapse of the ethanol industry, and the cancellation or delay of several proposed ethanol related facilities has been a significant challenge for NRC. The unprecedented difficulties occurring in the overall credit markets have also impacted NRC's ability to secure acceptable debt financing. Unfortunately, the "critical mass" of long term firm and credit worthy demand required to construct the pipeline facilities have not satisfied the requirements of the current debt market, and have forced NRC to suspend its efforts to build the remaining portions of the proposed pipeline.

We are obviously disappointed by this result, and we regret the use of time and resources that this effort has required by all parties. However, NRC believes that the corridor of East Central Nebraska along the route of the proposed pipeline is still in need of expansion and competitive natural gas transportation alternatives if it is to grow and develop. With the help of a collaborative effort among regulators, economic development proponents, utilities, and large industrial customers, we have prepared the ground for such a project in the future.

To those of you who have labored with us over the last two years in attempting to complete this pipeline project, we want to express our most sincere thanks and appreciation. As the parent company and original sponsor of NRC, Seminole Energy Services, LLC ("Seminole") will continue to look for opportunities to secure commitments that will allow for the project to be completed at some future date. There are a number of issues that will need to be resolved in the suspended efforts of NRC from a regulatory, legal, and operating standpoint. Be assured that we will be diligent in resolving these matters to the very best of our abilities.

Kindest Regards,

Nebraska Resources Company, LLC


Daniel M. Frey
President