

FORTISTAR

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Press Release

FORTISTAR Completes Refinancing of Gas Recovery Systems Acquisition

White Plains, NY. January 3, 2007: On December 27, 2006, **FORTISTAR** closed a \$97.5 million credit facility to refinance its acquisition of Gas Recovery Systems (GRS). HSH Nordbank AG and Scotia Capital were Lead Arrangers. HSHN also serves as Bookrunner, Administrative Agent and Security Agent. The proceeds of the refinancing were used to pay down a portion of the acquisition financing provided from funds managed by Trust Company of the West. In addition, the facility provides availability for future expansions and acquisitions.

FORTISTAR owns 43 landfill gas facilities that produce 210 MW of electricity and three medium BTU compressor stations that process landfill gas for direct sale to local industrial and commercial customers. This portfolio of landfill gas facilities is larger than any other in the United States.

FORTISTAR'S landfill gas facilities recover methane from landfills and convert it to clean, efficient energy. The environmental benefits from these facilities are significant. Methane is over 21 times stronger than CO₂ as a greenhouse gas and, as such, is a key contributor to global climate change. The environmental benefit from the facilities is equivalent to removing all of the greenhouse gas emissions from a 900 MW coal facility, 1.5 million automobiles or planting 2.1 million acres of forest, which is two-thirds the size of Connecticut.

Mark Comora, **FORTISTAR'S** President, says this financing lowers the cost of financing the GRS acquisition and provides the company with an expansion and acquisition facility. This facility will be used to significantly expand Fortistar's ownership interests in landfill gas\methane projects.

The White Plains, New York based **FORTISTAR** now has ownership interests in fifty electric generating facilities located throughout the United States including two gas fired generating facilities in upstate New York. Fortistar also uses the steam from one of the plants in the Lockport area to heat a 12.5-acre greenhouse where it grows more than 3.5 million pounds of hydroponic tomatoes annually.