

February 22, 2001
Robin Zaleski 203-925-7274
Anita M. Flanagan 203-925-7214

Iroquois' Eastchester Extension Fully Subscribed

Shelton, CT—Iroquois Gas Transmission System today announced that its Eastchester Extension Project has been fully subscribed. Eastchester will bring 230 thousand dekatherms per day of natural gas to power electric generation and to serve residential, other industrial and commercial customers in New York City.

Craig Frew, President of the Iroquois Pipeline Operating Company, said, "Of all projects now proposed to serve New York City, Iroquois' Eastchester Extension brings the greatest benefit to the energy infrastructure with the least impact to the area. This new link will provide price competition for gas coming from the Gulf of Mexico, and, use of natural gas to produce electricity will assist in Clean Air Act attainments."

"The market has spoken. We are 100% subscribed," said Herb Rakebrand, Vice President of Marketing and Transportation. "New York City needs incremental pipeline capacity and the Eastchester Project is the best means to meet that end."

The new transportation service on Iroquois will serve:

Consolidated Edison Energy, Inc.	30,000 dth/d
KeySpan Ravenswood, Inc.	60,000 dth/d
Orion Power Holdings, Inc.	60,000 dth/d
Mirant New York Management, Inc.	60,000 dth/d
Virginia Power Energy Marketing, Inc.	20,000 dth/d

Iroquois Gas Transmission System, L.P. is the owner of an interstate pipeline extending 375 miles from the U.S.-Canadian border at Waddington, N.Y., through the state of Connecticut to South Commack, Long Island, N.Y. The company is regulated by the Federal Energy Regulatory Commission ("FERC"). Since commencement of service in December 1991, the Company has added two short lateral lines, several meter stations, and three compressor stations at Wright, Croghan, and Athens, N.Y. The pipeline is operated by the Iroquois Pipeline Operating Company, a wholly owned subsidiary of Iroquois.



Forward-Looking Statement Disclaimer

This press release contains various forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. Such forward-looking statements are based on current expectations, are not guarantees of future performance and include assumptions about future market conditions, operations and results. They are made in reliance on the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. Iroquois can give no assurance that such expectations will be achieved. Among the many factors that could cause actual results to differ materially from those in the forward-looking statements contained herein are: future demand and prices for natural gas; availability of supplies of Canadian natural gas; regulatory, political, legislative and judicial developments, particularly with regard to regulation by the Federal Energy Regulatory Commission; competitive conditions in the marketplace; changes in the receptivity of the financial markets to Iroquois or other oil and gas credits similar to Iroquois and, accordingly, our strategy for financing any such change in business strategy or expansion. A discussion of these and other factors which may affect our actual results, performance, achievements or financial position is contained in our Registration Statement on Form S-4, which is on file with the United States Securities and Exchange Commission.