

NATIONAL ENERGY & GAS TRANSMISSION, INC.
P.O. Box 2350
Germantown, Maryland 20875-2350

October 28, 2010

To: Owners of Common Stock of National Energy & Gas Transmission, Inc.

On September 30, 2010, the Board of Directors of National Energy & Gas Transmission Inc. (“NEGT”) declared a special cash dividend. The special cash dividend is in the amount of \$8.33 per share of common stock of NEGT, payable on October 28, 2010 to holders of record as of the close of business on October 14, 2010. The total special cash dividend paid by NEGT was \$200,033,629.53.

The cash used to pay the dividend is from funds received by NEGT that were not included as cash to be distributed as part of the treatment to Class 3 general unsecured creditors under NEGT’s chapter 11 plan.