SYSTEM ALERT - PENNSYLVANIA DIVISION
Effective 01/ 25/ 2007

The following is a System Alert for the National Fuel Gas Distribution Corporation ("Distribution" or "Company") - Pennsylvania service territory effective from 10:00 A.M. ET Thursday, 1/25/2007 until further notice. Due to anticipated cold weather conditions over this period, and the anticipated increase in demand, Distribution is requesting that all Market Pool Operators make every attempt to match deliveries to their customers' actual usages.

Suppliers who schedule and deliver quantities to match actual customer usages will help to prevent a critical situation that could require the Company to issue an OFO.

The Company believes that avoiding OFO situations would be in everyone's best interest. It may be possible to avoid OFO's by diligently monitoring customer usage and nominating supplies accordingly on a "gas in, gas out" basis. This is especially true of weekend and/or holiday nominations that do not reflect changes in end-user consumption and for end-of-month nominations that attempt to make up for under-deliveries throughout the month.

Distribution will continue to provide periodic updates to the operational status of the system as warranted.

David D. Wolford
01/24/2007