

## Intrepid Announces Major Biogas Sales Contract

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IDAHO FALLS, Idaho, March 5 /PRNewswire-FirstCall/ -- Intrepid Technology and Resources, Inc. (OTC Bulletin Board: [IESV](#) - [News](#)), a renewable alternate energy and soil amendment company, announces that it has signed its first strategic industrial customer for renewable methane gas.

An industrial user near the Company's Whitesides plant has entered into a fixed price contract to purchase ITR's biomethane to replace propane for the upcoming 2008 production campaign which is expected to be underway by the end of March. This contract provides an attractive discount to the user over the cost of propane (currently at \$25 per million BTU's) resulting in savings to the industrial customer but at the same time providing a substantially better price to ITR than can be obtained through sales to traditional natural gas customers. While contractual terms negate the opportunity to release actual provisions of the agreement the price will dramatically alter all financial models using previously released contracts and projections and greatly accelerate ITR's emergence into profitability and as a major component in the burgeoning alternative energy industry.

By way of comparison, ITR's current pipeline contract ties the price of gas to the Rocky Mountain Natural Gas Index, which is currently at about \$8 per million BTU's, or roughly one third the price of propane on an energy equivalent basis.

Industrial plants that do not have access to natural gas lines have historically been forced to use propane. While the price of natural gas has doubled in the last four years, propane prices have tripled. This puts ITR in a unique position to offer an energy source alternative to these "stranded" industrial propane users due to our investment in compressed natural gas trailers which allow us to truck to industrial facilities and still be highly competitive with propane costs. This new customer's demand is a near perfect match for the Whitesides plant output, thus leaving Westpoint gas available for other users -- including large propane users -- nearer to the Westpoint plant.

Jake Dustin, ITR President stated, "Our ability to market our product in this way is a direct benefit obtained through the extensive Gas Technology Institute testing we recently completed. We have conclusively demonstrated that we not only meet the FERC pipeline quality standards, but we are also able to pass the even more stringent and restrictive DOT gas transport standards. No one else has been able to clear that bar, making us the only biomethane producers in the country who can haul their product over the open road and deliver direct to customers. That's a pretty significant advantage."

Gas production in excess of that used by propane-reliant customers, if any, will be sold to Intermountain Gas under the Company's existing contract. This multiple-contract structure provides considerable flexibility to the Company and will allow us to optimize gas revenues from the plants.

**About Intrepid Technology and Resources, Inc.:** We are an application innovator in Alternative Energy technology and production and of biogas products and services designed to

assist in worldwide energy independence, reduce pollution and carbon emissions from renewable agriculture feedstock and industrial and agriculture waste materials.

Statements released by Intrepid Technology and Resources, Inc. that are not purely historical are forward-looking within the meaning of the "Safe Harbor" provisions of the Private Securities Litigation Reform Act of 1995, including statements regarding the company's expectations, hopes, intentions, and strategies for the future. Investors are cautioned that forward-looking statements involve risk and uncertainties that may affect the company's business prospects and performance. The company's actual results could differ materially from those in such forward-looking statements. Risk factors include but are not limited to general economic, competitive, governmental, and technological factors as discussed in the company's filings with the SEC on Forms 10-K, 10-Q, and 8-K. The company does not undertake any responsibility to update the forward-looking statements contained in this release.

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Source: Intrepid Technology and Resources, Inc.