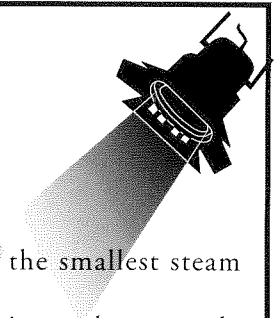


Spotlight On:

Reagan Equipment Company



A longtime Harvey Canal generator and compression pioneer, Reagan Equipment Company, is looking to the future, said Reagan Executive Vice President and General Manager Bernard Capello.

Mr. Capello said Reagan is diversifying its business. Reagan is now comprised of Reagan Power Services, Reagan Rotating Services, Reagan Marine and Kilo-Pak and service industry segments that include oil and gas, petrochemical and refining, marine, manufacturing, gas transmission, rail and utility.

Most of the services will be worked out of the two Harvey offices on both sides of the 2200 block of Peters Road but they will be dispatched across the country, Mr. Capello said. Tool trailers, equipment and vehicles have been purchased to aid the employees/technicians in meeting customers' needs. Additionally, the Peters Road facilities have been upgraded.

The aim is to "change the face of Reagan," said Mr. Capello. "We are going to maintain the oil and gas industry (business)," he explained, "but we are increasing with gas transmission, as well as petrochemical and refining." Crews have already been assembled for the petrochemical and refining business, he said. Reagan's motto or tagline is "Power Driven by Service."

"Reagan is going forward," Mr. Capello said of the new direction. "Reagan has been here a long time and we will be here for a lot longer."

Reagan prides itself on being able to provide solutions to customers who may need the complete overhaul of an engine and compressor or a hot gas path inspection of a turbine. Reagan can provide installation and field repairs for gas fired turbines, compressors, pumps, foundations, hyper compressors, FD/ID fans, extruders, mixers, gearboxes and reducers and increasers. If project management is part of the project, Reagan can assist with feasibility studies, project overview, project updates, cost tracking, quality assurance and task execution. Reagan's experience reaches from personnel who have been involved in the largest gas turbine installations for combined

cycle applications to alignment of the smallest steam turbines and pumps.

Reagan offers annual, semiannual, quarterly Maintenance and Service Agreements for natural gas and diesel generator sets, gas compressors, engines and rotating equipment of all sorts. Reagan's technicians perform thorough checks on any items that may create a hazard or limit time availability. Reagan believes regular maintenance should never be routine.

Reagan Equipment has facilities in Harvey, Morgan City, Vidalia in Louisiana; Pompano, Fl., Heidelberg, MS., Cottondale, Ala. and Acworth, Ga.

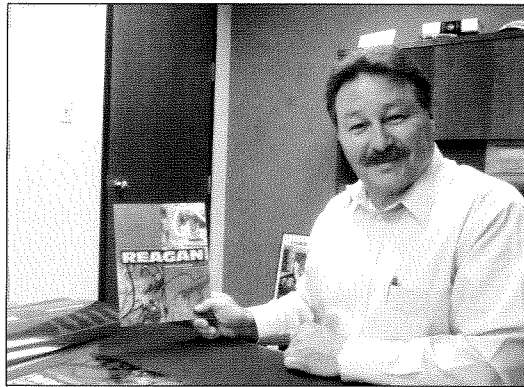
Administrative offices are at 2520 Belle Chasse Highway in Gretna.

Another component of the Reagan Equipment Company business is the Kilo-Pak generator packages built by Reagan at the Harvey and Morgan City facilities. These are manufactured for the marine industry as well as the standby and commerce industries, Mr. Capello said. "They are strictly designed by Reagan," he said. "We have a dealer distributor

network in Europe and they are available in Holland, France, Italy and they are working on Spain next." Reagan manufactures about 40 of the Kilo-Pak packages a year, he said.

Besides its own Kilo-Pak generators, Reagan also distributes products manufactured by Dresser Waukesha motors, Capstone Turbine Corporation, Baldor generators, MTU Onsite Energy and John Deere motors. Mr. Capello said Reagan has huge amounts of products, upwards of 80,000 pieces.

Reagan Equipment began in 1946 in Natchez, MS., as Reagan Tool Company. It was a machine shop servicing oilfield components such as drill pipe, draw works and steam boilers. The business soon expanded to become the exclusive dealer of Waukesha engines in Mississippi. Shortly after, the company privately owned by the Thomas Reagan family moved to Jefferson Parish and began another chapter in its rich history of exceptional service to its customers. The history includes the design and delivery of a generator package for the first offshore platform in the Gulf of Mexico.



Executive Vice President/General Manager Bernard Capello talks of future plans for Reagan Equipment Company.