

Multinational Oil & Gas Company Awards Industrial Evolution Contract to Develop and Deploy Gas Allocation Application

Project will enable oil and gas company to account for all production regardless of ownership and ultimate destination through pipeline networks and gas plants

EDMONTON, ALBERTA, CANADA, December 31, 2004— Industrial Evolution today announced that it has been awarded a significant project to develop and implement software to manage gas allocation.

Natural gas from wells operated by our customer and one of its principal joint venture partners, another oil and gas major, both operating in the central Alberta foothills northwest of Calgary, Alberta, Canada, is received at a flow splitter through various pipelines. The combined gas is then split and sent to gas plants operated by a 3rd company and our customer.

Each well, while operated by either one of the partners, has different ownership – typically by more than one party, and often parties other than those involved in the operation. Therefore, when it comes to knowing who owns what gas when it reaches a particular gas plant, and which party has received gas that was previously nominated, our customer has a complex operational and accounting problem on their hands.

Rather than enhancing an existing spreadsheet to add the “must-have” features and simply living with the remaining deficiencies, our customer decided to seek a better solution based upon modern software design.

The project is to go live in March of 2005 on an existing flow splitter, ready to be deployed on a new splitter in April.

Commenting on the award, Simon Wright, President of Industrial Evolution said, “This is an important contract for us – it is recognition by one of our key data sharing customers that we have the skills and resources to solve business problems related to our core services. The schedule is tough for this work, but we are confident we can meet our customer’s expectations fully so they can start up the new unit with the new software application running.”

For more information contact your local Industrial Evolution representative for additional information.

About Industrial Evolution

Industrial Evolution specializes in Data Services that capture, store, transform, exchange and present real-time process data. Large process companies are increasingly forming collaborative partnerships with their suppliers, customers and even competitors, focused on improvement in operating performance, reduction of inventory, increase in supply chain efficiency and optimization of logistics. Our service are tailored to the non-operating partner’s need for real-time data from an operation in which it has an economic interest

Industrial Evolution is headquartered in Phoenix, Arizona, and also has operations in Edmonton, Alberta Canada. Additional information is available on the Internet at www.industrialevolution.com or call Simon Wright on +1 (602) 867-0416.