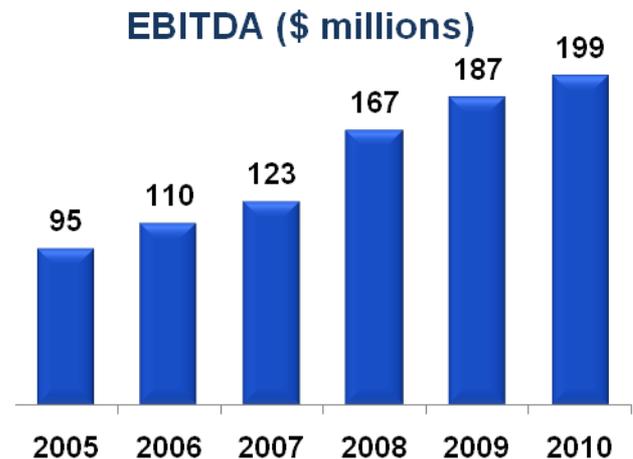


# Wexpro Overview



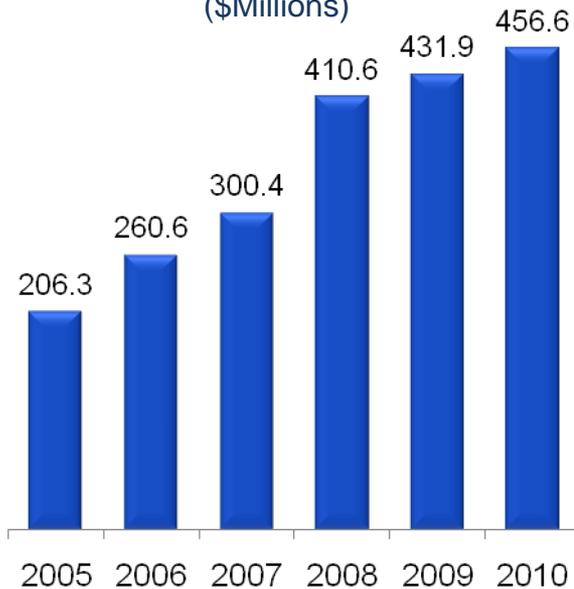
# Wexpro offers consistent growth with high returns

- Wexpro develops cost-of-service reserves that keep our gas utility rates among the lowest in the U.S.
- 1981 Wexpro Agreement
  - *Economic model similar to a utility*
  - *Not regulated or subject to rate cases*
  - *Defined set of producing properties*
  - *Agreement extends for life of properties*
  - *20% after-tax return on successful development drilling*
  - *Gas production dedicated to Questar Gas (currently about 50% of Questar Gas's needs)*
  - *Saved Questar Gas customers \$764MM since 2000*
- 768 Bcfe proved reserves at 12/31/10



# Wexpro's investment base and net income have more than doubled over the past five years

## Investment Base (\$Millions)



**\$444MM**  
Average 2010

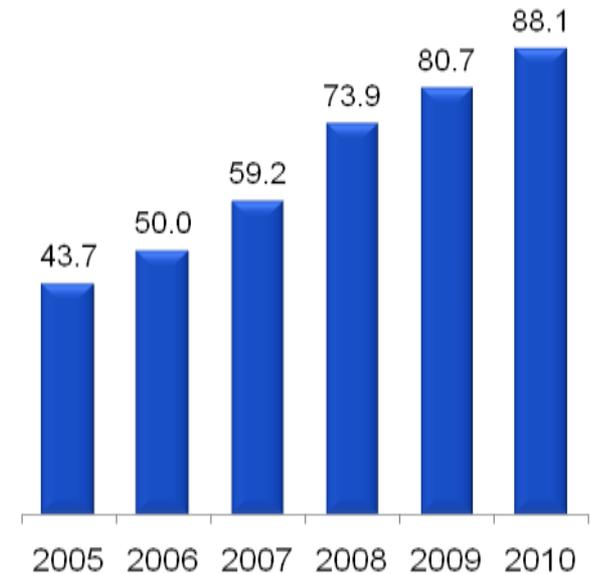
**+** Successful wells \*  
**-** Depletion  
**-** Deferred taxes



**~20% \*\***  
After-tax Return

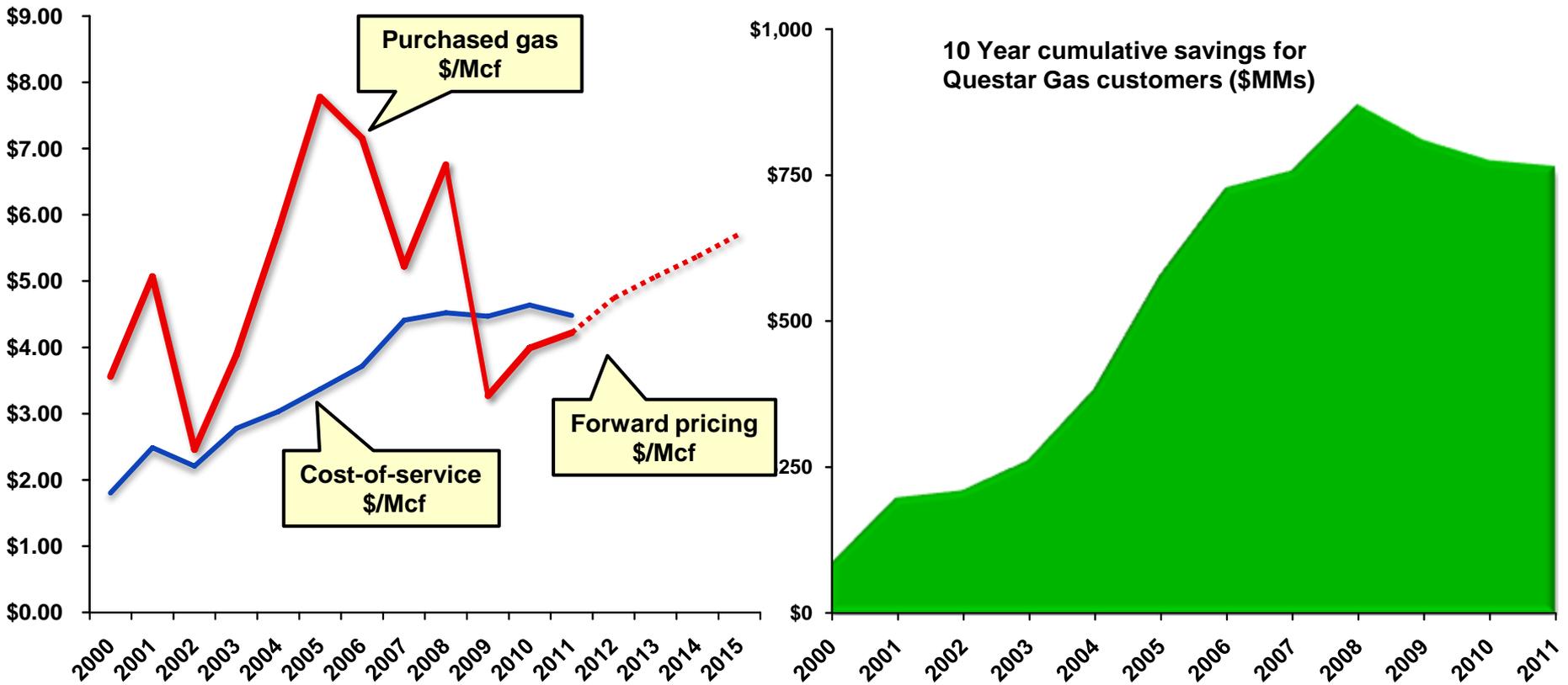


## Net Income (\$Millions)



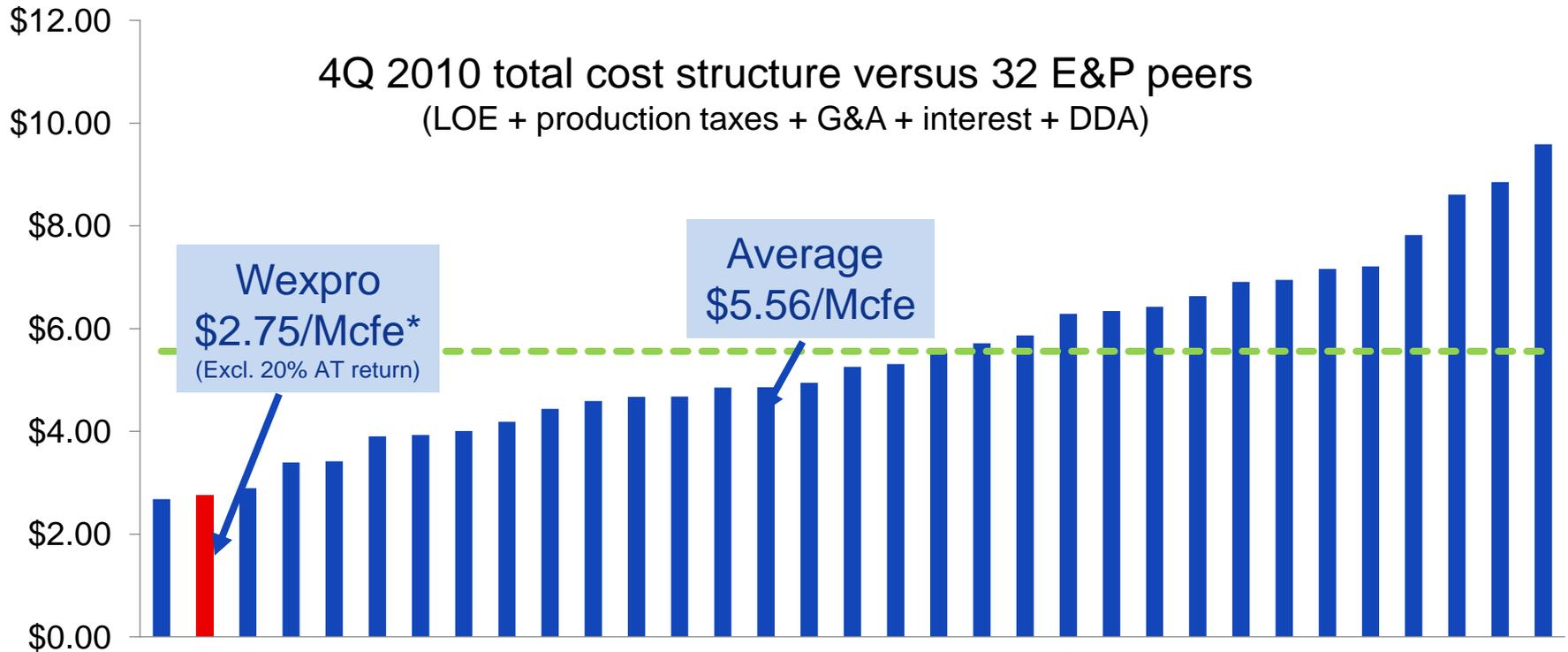
**2010: ~\$88MM**

# Wexpro has reduced gas cost volatility and created savings for Questar Gas customers



**Wexpro supply has saved Questar Gas customers \$764 MM since 2000, while generating a ~20% after-tax return on a growing investment base.**

# Wexpro's cost structure is among the lowest in the industry



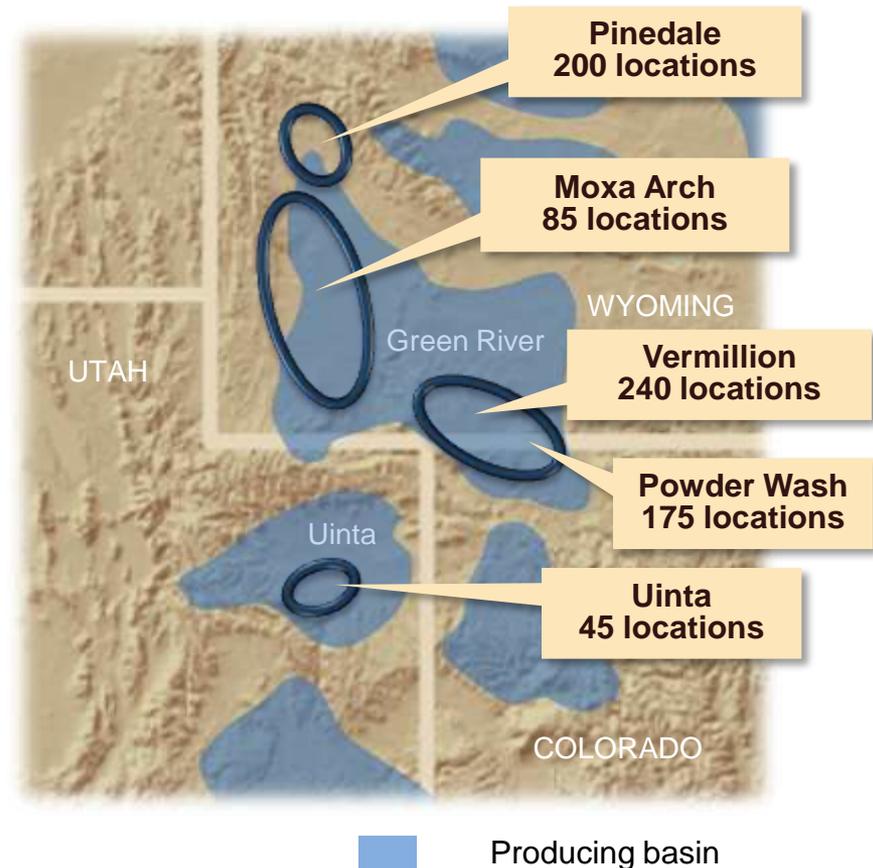
***Low costs and operating efficiency keep Wexpro gas competitive***

Source: Company data and Credit-Suisse E&P Stat Sort, Jan. 13, 2011

\* NOTE: Including the 20% after-tax return, Wexpro's cost-of-service gas price was about \$4.56/Mcfe in the 4<sup>th</sup> quarter of 2010.

# We plan to invest \$500-\$700MM in Wexpro over the next 5 years

- Over 900 identified yet-to-be-drilled new locations
- ~\$1.4 billion of future identified new investment
- Includes 240 locations at Vermillion, our lowest cost development play
  - Investment base grows 4% to 8% annually through 2015
- Annual investment driven by pace of field development, cost/pricing trends, and utility needs



Note: 130 additional wells from miscellaneous fields

# Notes and caution regarding forward-looking statements

*This presentation contains forward-looking statements within the meaning of the federal securities laws. Such statements are based on management's current expectations, estimates and projections, which are subject to a wide range of uncertainties and business risks. Factors that could cause actual results to differ from those anticipated are discussed in the company's periodic filings with the Securities and Exchange Commission, including its annual report on Form 10-K for the year ended December 31, 2010. Questar undertakes no obligation to publicly correct or update the forward-looking statements in this presentation to reflect future events or circumstances. All such statements are expressly qualified by this cautionary statement.*

*Management defines EBITDA as Net Income before gains and losses on asset sales, separation costs, interest expense, DD&A, abandonments, impairments, and income taxes.*