



News Release

Date: Sept. 28, 2005

Contact: Katie Stavinoha
(316) 828-3621

FLINT HILLS RESOURCES ADDING TEXAS FUELS TERMINAL AND PIPELINE CAPACITY

WICHITA, Kan. — Flint Hills Resources is adding fuel storage and transportation capacity to meet growing Texas fuel demand. The company has plans for several projects – near Bastrop and in Austin and Waco – to better serve area gasoline, diesel and jet fuel markets.

The company, which owns a crude oil refining complex in Corpus Christi, pipelines and fuel terminals, is building a new storage and distribution facility in Bastrop County, Texas, to supply jet fuel to Austin-Bergstrom International Airport.

Once the Bastrop facility is operating in 2006, the company plans to use the jet fuel tanks at its east Austin terminal for additional gasoline and diesel storage, and will explore expanding the terminal's truck-loading rack capacity to meet growing demand.

Flint Hills Resources also is working on plans to add new fuel storage and truck-loading facilities at its Waco site to meet the market demand in the Waco and Temple areas.

The company will also increase the amount of gasoline and diesel it carries on its pipeline by 30,000 barrels per day to serve the Central Texas markets.

“These projects are the first of several anticipated investments in Texas – all positioned to improve our ability to serve customers in these important markets,” said Brad Razook, executive vice president of Flint Hills Resources.

“Flint Hills Resources has served this region for more than 20 years,” Razook said. “These enhancements of our fuel delivery system will help us continue to meet our customers’ growing needs and improve their access to cleaner-burning fuels.”

Flint Hills Resources’ Texas refining operation can process about 300,000 barrels per day of crude oil. Two main pipelines from the Corpus Christi site serve customers in San Antonio, Austin, Waco and the Dallas-Ft. Worth area, including Dallas-Ft. Worth International Airport.

Flint Hills Resources recently announced plans to increase its Minnesota refining capacity by 50,000 barrels per day to meet growing demand in the Upper Midwest. The company also has increased pipeline capacity by 10,000 barrels per day to markets it serves in Wisconsin.

Flint Hills Resources, LP, a wholly owned subsidiary of Koch Industries, Inc., is a leading producer of fuels and other petrochemical products. The company operates refineries in Corpus Christi, Texas, North Pole, Alaska, and Pine Bend, Minn., as well as a chemical intermediates plant near Joliet, Ill. For more information, see www.fhr.com.

-###-