



ARC Financial Doubles Investment in Nexterra: Completes Second Round Equity Financing of \$5.475 Million

Vancouver - November 2, 2005 - Nexterra Energy Corp. ("Nexterra") today announced that it has completed a \$5.475 million second round of equity financing. The financing was led by ARC Financial Corporation ("ARC") of Calgary, Canada's largest investment management firm focused on the energy sector. This brings ARC's total investment in Nexterra to \$10.1 million.

"We are very pleased with the progress Nexterra has made since our initial investment in 2003," said Kevin Brown, CEO of ARC. "Nexterra continues to be an exciting investment opportunity for ARC and we are delighted to lead this second round of financing. We believe the Company is well positioned to become a leading player in supplying renewable energy solutions to industrial and institutional markets worldwide."

"We are thrilled with this news," said Jonathan Rhone, President and CEO of Nexterra. "ARC's investment in Nexterra represents a strong endorsement of the Company's progress and our business plan going forward. The proceeds of the financing will enable us to continue investing in our core gasification technology, develop new applications for this technology and diversify into new markets."

About ARC Financial Corporation - ARC Financial Corporation is a private, energy-focused investment management company based in Calgary, Alberta. ARC manages private equity funds representing over \$1.0 billion in committed capital that are focused on high growth, early stage companies in the following sectors of the energy industry: exploration and production, oilsands/heavy oil, oilfield service, and energy infrastructure development. Since its inception in 1989, ARC has made investments of over \$900 million in more than 125 early stage energy companies.

About Nexterra Energy Corp. - Nexterra Energy develops and manufactures advanced gasification systems for industrial customers. Our gasification technology converts solid fuels into clean burning syngas which is used as a direct substitute for natural gas to produce heat and/or power. Nexterra's energy solutions enable customers to dramatically reduce costs by self-generating energy using low cost fuels or residuals. This provides long term energy security and reduces reliance on conventional energy sources. For more information, visit our website at www.nexterra.ca.

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