

Debt to Equity conversion extends Enbridge investment in Inzeco insulation venture

Toronto, ON, December 20, 1999: The conversion of a \$1.5 million debenture held by Enbridge Inc. into 2,727,273 (\$0.55 per share) is announced today by Inzeco Holdings Inc. Enbridge now hold about 11% of Inzeco's outstanding shares.

Inzeco manufactures RTICA™ brand fibrous insulation products that are made from recycled thermoplastic resins. To trigger the conversion, the company was required to demonstrate a sustainable output from its equipment of at least 60 kg per hour, about the level required to produce one house per day of RTICA™.

"It's good news all around", says Warren Arseneau, President of Inzeco Holdings Inc. and its subsidiary RTICA Inc. "We go forward with an excellent strategic investment partner in Enbridge, a major player in the energy sector. With our output considerably beyond the 60 kg per hour debenture conversion level, I'm confident our target of five houses per day by the Spring of 2000 will be achieved."

Steve Szilard, Director of Technology and Development at Enbridge Consumers Gas, puts it this way: " We are delighted that Inzeco successfully demonstrated the operation of the pilot plant in Ontario. This investment is a significant part of our company's \$10 million commitment towards research in energy efficiency and the environmentally friendly use of natural gas. Inzeco has taken a significant step towards the commercialization of this superior insulation product."

RTICA™ is a high-performance insulation made from recycled plastic (PET); one that forms an ever-growing part of the global waste stream. It is totally user-friendly to install and is price competitive with mineral fibre insulation products.

Inzeco Holdings Inc. is a public company trading under the symbol IZE on the CDNX exchange and has 25,167,963 shares outstanding following the conversion.

The TSX Venture exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of the content of this press release.

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