



Natural Gas Services Group Receives Commitment for a New \$10 Million Credit Facility

November 25, 2003

Proceeds to Be Used to Purchase and/or Fabricate Gas Compressors, Possible
Restructuring of Debt and Working Capital

Financing Will Not Be Dilutive to Shareholders

MIDLAND, Texas, Nov. 25 /PRNewswire-FirstCall/ -- Natural Gas Services Group, Inc. (Amex: NGS), a leading provider of equipment and services to the natural gas and oil industry, announces the completion of a new \$10 million senior credit facility with a \$7 million initial borrowing base. The new credit facility is a Multiple Advance Term Promissory Note arranged by Western National Bank, Midland, Texas. PlainsCapital Bank of Lubbock, Texas and First American Bank of Midland, Texas will participate in the loan. The proceeds of the credit facility will be used to purchase and/or fabricate gas compressors for the rental fleet or the possible restructure of some of our existing debt. In addition, the bank group is providing a \$750,000 working capital loan. The interest rate on the loans is one percent over Wall Street prime rate and the financing is not dilutive to shareholders. The initial borrowings under the credit facility will convert to a five-year term loan when borrowings reach \$7 million or at December 31, 2004.

Wayne Vinson, President and CEO of Natural Gas Services Group, Inc. said, "This new financing validates the strength of our vision, our products, the tremendous market need for small to medium horsepower compressors and our commitment to customer service. This new funding enables Natural Gas Services Group, Inc. to fund anticipated expansions in our rental fleet of gas compressors by more than 40%, the possible restructure of some of our existing debt and to provide working capital. The Company is now well situated for rapid market development. Additionally, we believe we are now positioned to capitalize on certain strategic business transactions available in the gas sector, particularly in coal-bed methane basins of the United States. Our goal is to significantly grow the Company while increasing shareholder value without incurring significant dilution."

About Natural Gas Services Group, Inc. (NGSG)

NGSG manufactures, fabricates, sells, leases and services natural gas compressors that enhance the production of oil and gas wells. The Company also manufactures and sells flare systems and flare ignition systems for plant and production facilities.

For more information visit the Company's website at www.ngsgi.com .

Certain statements contained herein are "forward looking" statements as such term is defined in the Private Securities Litigation Reform Act of 1995. Because statements include risks and uncertainties, actual results may differ materially from those expressed or implied and include, but are not limited to, those discussed in filings by the Company with the Securities and Exchange Commission.

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SOURCE Natural Gas Services Group, Inc.

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/Web site: <http://www.ngsgi.com> /

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CO: Natural Gas Services Group, Inc.; Western National Bank; PlainsCapital
Bank; First American Bank

ST: Texas

IN: OIL FIN

SU: FNC

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