

PSC No:4 Gas  
Corning Natural Gas Corporation  
Initial Effective Date: 06/20/2012

Leaf: 80.5  
Revision: 4  
Superseding Revision: 3

"Issued in Compliance with Commission Order "11-G-0280" Issued and Effective April 20, 2012"

i) The Monthly Deficiency Price Index would equal the monthly average of the Applicable daily index midpoint prices as published in Gas Daily plus the monthly average cost of transportation plus the average variable capacity costs plus fuel losses from the index point (DTI South Point to Corning's City Gate).

ii) The Monthly Surplus Price Index would equal the monthly average of the Applicable daily index midpoint prices as published in Gas Daily plus monthly average cost of transportation.

The Company and Marketers will work together, through mid-month changes in DCQ, in order to minimize end on month imbalances/cashouts.