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SERVICE CLASSIFICATION No. 11 - Continued

Character of Service:

Firm or interruptible transportation, as determined by the Character of Service provisions of the sales service classification corresponding to the applicable TS rate classification indicated above, which provisions are incorporated herein by reference. Subject to the provisions of this Service Classification, the Company will transport natural gas, owned by the customer, that meets the quality specifications hereof from a mutually agreed upon existing point for direct receipt by the Company of pipeline supplies, to a specified delivery point on the Company's existing facilities at the customer's point of service.

Prior to the initiation of service hereunder, the customer shall make an irrevocable election of either firm or interruptible transportation service for the entire minimum primary term provided for in the customer's Service Agreement. All existing sales service customers electing firm transportation service shall also be required to notify the Company prior to the initiation of service hereunder if the option to return to firm sales service is to be reserved for the term of transportation service provided under this Service Classification. See Special Provisions.

Regardless of which transportation service is elected hereunder, the Company shall control the dispatch of gas received for transportation. Transportation service hereunder shall be available only upon a Company determination that its existing delivery capacity and facilities are adequate to supply the total estimated gas requirements of its customers receiving service under sales service classifications and to provide the transportation service required for the term of service hereunder. The Company will not be obligated to expand its facilities or construct new facilities for transportation service. Transportation gas delivered to the customer shall have a heating content of not less than 975 Btu, dry basis, per cubic foot and be delivered at a pressure of not less than four inches of water column gauge, as measured at the customer's end of the service line.

Issued by: Robert J. Fani, Senior Vice President, Brooklyn, New York