SERVICE CLASSIFICATION No. 13D (Cont*d)

DAILY METERED TRANSPORTATION (DMT) SERVICE - Continued

TC-1.0   Individual Customers who do not
            qualify for SC 1 service and consume
            between 3,500 and 5,000 Mcf: $2.0510 per Mcf

TC-1.1   Customers with a maximum annual
            capability of burning between 5,000
            and 25,000 Mcf: $1.2590 per Mcf

TC-2.0   Customers with a maximum annual
            capability of burning between
            25,000 and 55,000 Mcf: $0.9300 per Mcf

TC-3.0   Customers with a maximum annual
            capability of burning between
            55,000 and 150,000 Mcf: $0.6234 per Mcf

TC-4.0   Industrial Customers with a
            maximum annual capability of
            burning greater than 150,000 Mcf: $0.2937 per Mcf

TC-4.1   Non-Industrial Customers with a
            maximum annual capability of
            burning greater than 150,000 Mcf: $0.3863 per Mcf

For a surplus imbalance tolerance of 10%, the default Transportation Charge ("TC") rate per Mcf for all volumes over 1 Mcf delivered to the Customer shall be as listed below, which includes $0.0928 per Mcf for TC-R, TC-1.0, TC-1.1, TC-2.0, TC-3.0, or TC-4.1 Customers and $0.0378 per Mcf for TC-4.0 Customers to recover purchased gas costs.

TC-R   Individual Residential Customers
            who qualify for the SC 1 Service
            Classification and annually consume
            between 3,500 and 5,000 Mcf: $2.6771 per Mcf

TC-1.0   Individual Customers who do not
            qualify for SC 1 service and consume
            between 3,500 and 5,000 Mcf: $2.1252 per Mcf

TC-1.1   Customers with a maximum annual
            capability of burning between 5,000
            and 25,000 Mcf: $1.3332 per Mcf

TC-2.0   Customers with a maximum annual
            capability of burning between
            25,000 and 55,000 Mcf: $1.0042 per Mcf

Issued by P.C. Ackerman, President, 10 Lafayette Square, Buffalo NY 14203
(Name of Officer, Title, Address)