

..DID: 8257

..TXT: PSC NO: 12 GAS

LEAF: 138.5

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 0

INITIAL EFFECTIVE DATE: 06/01/99

SUPERSEDING REVISION:

STAMPS:

RECEIVED: 04/26/99 STATUS: Effective EFFECTIVE: 06/01/99

GENERAL INFORMATION (Cont.)

2. An ESCO/Marketer having a minimum "1A2" rating from Dun & Bradstreet coupled with 24 months good payment history will satisfy the Company's credit requirement, but unsecured credit will be limited as indicated below:

Rating	Unsecured Credit
- 4A1 or 4A2	30% of an ESCO's equity, up to five percent (5%) of the Company's applicable revenues for the applicable time period
- 3A1 or 3A2	30% of an ESCO's equity, up to five percent (5%) of the Company's applicable revenues for the applicable time period
- 2A1 or 2A2	50% of an ESCO's equity, up to \$500,000
- 1A1 or 1A2	50% of an ESCO's equity, up to \$375,000

The Company will have the option to require an ESCO/Marketer to post security to cover the ESCO/Marketer's credit exposure in excess of the above limits.

Issued by Steven L. Zelkowitz, Sr. Vice President and General Counsel, Brooklyn, NY