Nicor Gas
Chicago Interstate Hub
Hub Transaction Request and Agreement Form

Discount Appendix

Discounts from Maximum Rates apply to this Agreement as specified providing that service nominated by shipper and provided by Transporter meet conditions specified in this Appendix:

☐ Stated Discount from Maximum Rates.

    ☐ Transportation Commodity Charge: _____number_____   per MMBtu transported

    ☐ Storage Commodity Charge: _____number_____   per MMBtu times the positive or negative daily storage service balance

    ☐ PALS Commodity Charge   _____number_____   per MMBtu times the positive or negative daily balance

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☐ Discount applicable to specified quantity level.

    ☐ Transportation Commodity Charge: _____number_____   per MMBtu for the first   _____number_____   MMBtu transported during the term of the Agreement.

             _____number_____   for all remaining MMBtus transported.

    ☐ Storage Commodity Charge: _____number_____   per MMBtu times the positive or negative daily storage service balance for the first _____number_____ MMBtu of cumulative storage balances during the term of the Agreement.

             _____number_____   for all remaining MMBtu of daily storage balances.

    ☐ PALS Commodity Charge   _____number_____   per MMBtu times the positive or negative daily balance for the first   _____number_____   MMBTU of cumulative PALS balances during the term of the Agreement.

             _____number_____   for all remaining MMBtu of daily balances.

☐ Discount defined in a specified relationship to quantities actually transported, stored, parked, or loaned.

Transportation Commodity Charges apply to Quantities Transported (QT) in MMBtu. Storage and PALS Commodity Charges apply to Billing Determinants (BD)s which are the sum of the absolute value of positive or negative daily storage balances for storage services hereunder, expressed in MMBtu.

    ☐ Transportation Commodity Charge: The charge shall at all times fall between the following values

        _____ highest value per MMBtu   _____ lowest value per MMBtu

        according to the following formula:

        Charge =   [relationship defined here]

    ☐ Storage Commodity Charge: The charge shall at all times fall between the following values

        _____ highest value per MMBtu   _____ lowest value per MMBtu

        according to the following formula:

        Charge =   [relationship defined here]

    ☐ PALS Commodity Charge: The charge shall at all times fall between the following values

        _____ highest value per MMBtu   _____ lowest value per MMBtu

        according to the following formula:

        Charge =   [relationship defined here]

SAMPLE

☐ Transportation Discount based on formulas including published gas prices.

    ☐ Transportation Commodity Charge: The charge per MMBtu is at all times limited by the following values:

        _____ highest value per MMBtu   _____ lowest value per MMBtu

        and is determined each day during the period specified as _____ % of the difference between the following published index prices:
- "Chicago City Gates"
- [index specified here]

"Chicago City Gates" means the price per MMBtu set forth in *Platts' Gas Daily* ® under the heading Daily Price Survey, Citygates, Chicago city-gates, Midpoint, for the date such gas flows; provided that with respect to any flow day for which *Gas Daily* was not published, the index for such flow day shall be determined by the issue of *Gas Daily* first published after such day.

__[index]_____ means the price per MMBtu set forth in *Platts' Gas Daily* ® under the heading Daily Price Survey, _____, _____, Midpoint, for the date such gas flows; provided that with respect to any flow day for which *Gas Daily* was not published, the index for such flow day shall be determined by the issue of *Gas Daily* first published after such day.

☐ Transportation, Storage or PALS Discount applying to specific receipt and/or delivery points.

Transportation Commodity Charge: ☐ _____number_____ per MMBtu transported for volumes which have been
☐ **Received at** ☐ **Delivered to**
the Primary Point(s) specified herein.

☐ _____number_____ per MMBtu transported for volumes which have been
☐ **Received at** ☐ **Delivered to**
the Secondary Point(s) specified herein.

Storage Commodity Charge: ☐ _____number_____ per MMBtu times all positive or negative daily storage
balances for volumes which have been ☐ **Received at**
☐ **Delivered to** the Primary Point(s) specified herein.

☐ _____number_____ per MMBtu times all positive or negative daily storage
balances for volumes which have been ☐ **Received at**
☐ **Delivered to** the Secondary Point(s) specified herein.

PALS Commodity Charge: ☐ _____number_____ per MMBtu times all positive or negative daily PALS storage
balances for volumes which have been ☑ **Received at**
☐ **Delivered to** the Primary Point(s) specified herein.

☐ _____number_____ per MMBtu times all positive or negative daily PALS storage
balances for volumes which have been ☑ **Received at**
☐ **Delivered to** the Secondary Point(s) specified herein.

Shipper is hereby notified and agrees that if use of a Secondary Point
results in the higher Commodity Charge during any billing period,
the higher Charge shall be applied to subsequent billing periods and
Transporter may rebill any prior bills under this Agreement to collect the
higher Commodity Charge.

Discount Conditions

Any discounted rate provided hereunder shall apply to Transportation, Injection, and Withdrawal Volumes, and
to storage balances resulting from those Volumes, only during, and for, the specific periods set forth herein. If
Shipper nominates and Transporter provides service for Transportation, Injection and Withdrawal Volumes
occurring during other periods, whether such services include transportation, injection, withdrawal or storage
of Volumes, such Volumes and storage balances resulting from those Volumes will be charged Transporter's
maximum rates applicable to the service provided, or such other rates agreed to by Shipper and Transporter, and
Transporter may rebill prior bills under this Agreement in order to collect the appropriate charges.