## 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:

□ Discount applicable to specified quantity level.		
□ Transportation Commodity Charge:	number	per MMBtu for the first <u>number</u> 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.						
<b>Transportation Commodity Charge:</b>	The charge shall at all times fall between the following values					
	highest value per MMBtu	lowest value per MMBtu				
	according to the following formula:					
	according to the following formula.					
	Charge = [relationship defined here]					
□ Storage Commodity Charge:	e Commodity Charge: The charge shall at all times fall between the following values					
	The charge shart at an entes fair 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]					

□ 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* <sup>®</sup> 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	
	□	number	<ul> <li>the Primary Point(s) specified herein.</li> <li>per MMBtu transported for volumes which have been</li> <li><b>Received at</b> </li> <li><b>Delivered to</b></li> <li>the Secondary Point(s) specified herein.</li> </ul>	
Storage Commodity Charge:		number	_ per MMBtu times all positive or negative daily storage balances for volumes which have been □ <b>Received at</b> □ <b>Delivered to</b> the Primary Point(s) specified herein.	
		number	per MMBtu times all positive or negative daily storage balances for volumes which have been <b>Received at</b>	
			$\Box \text{ Delivered to} \qquad \text{the Secondary Point(s) specified herein.}$	
PALS Commodity Charge:		number	_ per MMBtu times all positive or negative daily PALS storage balances for volumes which have been	
			□ <b>Delivered to</b> the Primary Point(s) specified herein. per MMBtu times all positive or negative daily PALS storage	
	□	number	balances for volumes which have been $\Box$ Received at	
			$\Box$ <b>Delivered to</b> 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.		