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COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 1

INITIAL EFFECTIVE DATE: 10/01/98 SUPERSEDING REVISION: 0

STAMPS: Issued in compliance - C.98-G-0824 (8/27/98) and C.95-G-0761 (9/22/98)

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SERVICE CLASSIFICATION No. 13 - Continued

Special Provisions:

A. Cost for Additional Facilities

In no event shall the Company be obligated to construct any additional facilities necessary to provide balancing service at its own expense. If the Customer elects to incur such costs, the costs shall be the sole responsibility of the Customer and shall be payable in full by the he Customer to the Company prior to the beginning of service under this Service Classification.

B. Review of Customer Contracts

Prior to and as a condition of the commencement and continued provision of balancing service, the Customer shall provide the Company, for its review, copies of all contracts between the Customer and third parties providing for the purchase of gas by the Customer and the transportation of such gas to and from the Company's facilities for the Customer's account under this Service Classification. Unless otherwise agreed to in writing by the Company, all such contracts shall assure, in a manner satisfactory to the Company, reliable deliveries of sufficient quantities of gas from the Customer;'s account to meet the Customer's full hourly, daily or seasonal requirements, if any for the term of service under this Service Classification.

C. Advance Payment

At the time the service agreement is signed, the Customer shall provide the Company advance payment of the first month's demand charge computed as specified in the Service Agreement. This advance payment shall be applied to the demand charge incurred for the first month of the term of service.

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