SERVICE CLASSIFICATION NO. 3

RESIDENTIAL AND RELIGIOUS - HEATING FIRM SALES SERVICE

Availability of Service (service is available under this Service Classification to Customers who meet the requirements of this Service Classification, the Company's Sales and Transportation Operating Procedures, and the other applicable provisions of the Rate Schedule)

All residential uses and purposes where gas is used for space heating, when the gas is supplied directly by the Company:

(1)   to any single-family dwelling or building occupied as the home, residence or sleeping place of one or more persons;

(2)   to any individual flat or apartment in a multiple-family dwelling or building or portion thereof occupied as the home, residence or sleeping place of one or more persons;

(3)   to any multiple dwelling used predominately for residential occupancy where the gas is used for space heating requirements of the building, inclusive of any portions thereof which are designed for or used as a store, business office, or any other commercial or industrial activity provided that the cubical content of such non-residential space does not exceed 25 per cent of the cubical content of the building. Where gas is used for such space heating requirements, it is also available for central water heating, incineration and the operation of similar building equipment by the landlord for the common benefit of the residential and non-residential occupants of the building;

Issued By: **Joan S. Freilich, Executive Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003**
(Name of Officer, Title, Address)