

**EASTERN NATURAL GAS COMPANY
PURCHASED GAS ADJUSTMENT
GAS COST RECOVERY RATE CALCULATION**

PARTICULARS	UNIT	AMOUNT
Expected Gas Cost (EGC)	\$/MCF	\$ 8.9770
Supplier Refund and Reconciliation Adjustment (RA)	\$/MCF	\$ -
Actual Adjustment (AA)	\$/MCF	\$ 1.2558
Gas Cost Recovery Rate (GCR) = EGC + RA + AA	\$/MCF	\$ 10.2328

Gas Cost Recovery Rate Effective Dates: October 1, 2006 to October 31, 2006.

EXPECTED GAS COST SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
Primary Gas Suppliers Expected Gas Cost	\$	\$ 6,601,489
Utility Production Expected Gas Cost	\$	\$ -
Includable Propane Expected Gas costs	\$	\$ -
Total Annual Expected Gas Costs	\$	\$ 6,601,489
Total Annual Sales	MCF	735,375
Expected Gas Costs (EGC) Rate	\$/MCF	\$ 8.9770

SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
Current Quarterly Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Previous Quarterly Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Second Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Third Previous Quarter Supplier Refund & Reconciliation Adjustment	\$/MCF	\$ -
Supplier Refund & Reconciliation Adjustment (RA)	\$/MCF	\$ -

ACTUAL ADJUSTMENT SUMMARY CALCULATION

PARTICULARS	UNIT	AMOUNT
Current Quarterly Actual Adjustment	\$/MCF	\$ (0.6189)
Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ (0.0888)
Second Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ 1.9635
Third Previous Quarterly Reported Actual Adjustment	\$/MCF	\$ -
Actual Adjustment (AA)	\$/MCF	\$ 1.2558

THIS QUARTERLY REPORT FILED PURSUANT TO ORDER NO 76-515-GA-ORD OF
THE PUBLIC UTILITIES COMMISSION OF OHIO, DATED OCTOBER 18, 1979.

DATE FILED: September 29, 2006.

BY: Brian Jonard
TITLE: President