

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

| PARTICULARS  | UNIT   | AMOUNT     |
|--|--------|------------|
| Expected Gas Cost (EGC)                            | \$/MCF | \$ 9.9966  |
| Supplier Refund and Reconciliation Adjustment (RA) | \$/MCF | \$ -       |
| Actual Adjustment (AA)                             | \$/MCF | \$ 1.3279  |
| Gas Cost Recovery Rate (GCR) = EGC + RA + AA       | \$/MCF | \$ 11.3245 |

Gas Cost Recovery Rate Effective Dates: February 1, 2007 to February 28, 2007.

**EXPECTED GAS COST SUMMARY CALCULATION**

| PARTICULARS                             | UNIT   | AMOUNT       |
|---|--------|--------------|
| Primary Gas Suppliers Expected Gas Cost | \$     | \$ 7,412,726 |
| Utility Production Expected Gas Cost    | \$     | \$ -         |
| Includable Propane Expected Gas costs   | \$     | \$ -         |
| Total Annual Expected Gas Costs         | \$     | \$ 7,412,726 |
| Total Annual Sales                      | MCF    | 741,525      |
| Expected Gas Costs (EGC) Rate           | \$/MCF | \$ 9.9966    |

**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 | \$ 0.0721   |
| Previous Quarterly Reported Actual Adjustment        | \$/MCF | \$ (0.6189) |
| Second Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ (0.0888) |
| Third Previous Quarterly Reported Actual Adjustment  | \$/MCF | \$ 1.9635   |
| Actual Adjustment (AA)                               | \$/MCF | \$ 1.3279   |

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: January 31, 2007.

BY: Brian Jonard  
TITLE: President