

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

| PARTICULARS | UNIT | AMOUNT |
|--|--------|------------|
| Expected Gas Cost (EGC) | \$/MCF | \$ 9.7700 |
| Supplier Refund and Reconciliation Adjustment (RA) | \$/MCF | \$ - |
| Actual Adjustment (AA) | \$/MCF | \$ 0.6381 |
| Gas Cost Recovery Rate (GCR) = EGC + RA + AA | \$/MCF | \$ 10.4081 |

Gas Cost Recovery Rate Effective Dates: December 1, 2007 to December 31, 2007

EXPECTED GAS COST SUMMARY CALCULATION

| PARTICULARS | UNIT | AMOUNT |
|---|--------|--------------|
| Primary Gas Suppliers Expected Gas Cost | \$ | \$ 7,310,627 |
| Utility Production Expected Gas Cost | \$ | \$ - |
| Includable Propane Expected Gas costs | \$ | \$ - |
| Total Annual Expected Gas Costs | \$ | \$ 7,310,627 |
| Total Annual Sales | MCF | 748,273 |
| Expected Gas Costs (EGC) Rate | \$/MCF | \$ 9.7700 |

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 | \$ (0.1045) |
| Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ (0.1214) |
| Second Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ 0.7919 |
| Third Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ 0.0721 |
| Actual Adjustment (AA) | \$/MCF | \$ 0.6381 |

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: November 26, 2007

BY: Brian Jonard
TITLE: President