

**PIKE NATURAL GAS COMPANY - WAVERLY DIVISION
PURCHASED GAS ADJUSTMENT
GAS COST RECOVERY RATE CALCULATION**

| PARTICULARS | UNIT | AMOUNT |
|--|-------------|---------------|
| Expected Gas Cost (EGC) | \$/MCF | \$ 6.2150 |
| Supplier Refund and Reconciliation Adjustment (RA) | \$/MCF | \$ (0.1273) |
| Actual Adjustment (AA) | \$/MCF | \$ (0.0615) |
| Gas Cost Recovery Rate (GCR) = EGC + RA + AA | \$/MCF | \$ 6.0262 |

Gas Cost Recovery Rate Effective Dates: June 1, 2010 to June 30, 2010.

EXPECTED GAS COST SUMMARY CALCULATION

| PARTICULARS | UNIT | AMOUNT |
|---|-------------|---------------|
| Primary Gas Suppliers Expected Gas Cost | \$ | \$ 2,334,907 |
| Utility Production Expected Gas Cost | \$ | \$ - |
| Includable Propane Expected Gas costs | \$ | \$ - |
| Total Annual Expected Gas Costs | \$ | \$ 2,334,907 |
| Total Annual Sales | MCF | 375,689 |
| Expected Gas Costs (EGC) Rate | \$/MCF | \$ 6.2150 |

SUPPLIER REFUND AND RECONCILIATION ADJUSTMENT SUMMARY CALCULATION

| PARTICULARS | UNIT | AMOUNT |
|---|-------------|---------------|
| Current Quarterly Supplier Refund & Reconciliation Adjustment | \$/MCF | \$ (0.1273) |
| 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 | \$ (0.1273) |

ACTUAL ADJUSTMENT SUMMARY CALCULATION

| PARTICULARS | UNIT | AMOUNT |
|--|-------------|---------------|
| Current Quarterly Actual Adjustment | \$/MCF | \$ 1.1831 |
| Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ (0.0414) |
| Second Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ (0.4630) |
| Third Previous Quarterly Reported Actual Adjustment | \$/MCF | \$ (0.7402) |
| Actual Adjustment (AA) | \$/MCF | \$ (0.0615) |

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: May 26, 2010

BY: Brian Jonard
TITLE: President