

Union Gas Fort Frances Operations Area

2006 Summary of Rate Changes

Rate 10 Commercial/Industrial

Rate Component (cents/m ³)	Rate Change	Jan 1/06	Rate Change	April 1/06*	Rate Change	Jul 1/06	Rate Change	Oct 1/06
Gas Commodity Rate (cents/m³)	11.1946	40.8240	(6.1356)	35.4008	(0.8183)	34.5825	(0.4494)	34.1331
Gas Price Adjustment				(0.7124)	(3.0585)	(3.7709)	(0.3719)	(4.1428)
Transportation to Union Gas (cents/m³)	0.6202 (3)	2.3210	(0.1475)	2.5453	-	2.5453	-	2.5453
Transportation Price Adjustment				(0.3718)	(0.0106)	(0.3824)	(0.9313) (5)	(1.3137)
Storage (cents/m³)	(0.0972)	1.0437	(0.0326)	1.1864	-	1.1864	-	1.1864
Storage Price Adjustment				(0.1753)	0.0414	(0.1339)	0.0515	(0.0824)
Delivery to You (cents/m³)								
First 1,400 m ³	(0.6562) (4)	6.9493	-	6.9493	-	6.9493	-	6.9493
Next 4,600 m ³	(0.6562) (4)	5.5060	-	5.5060	-	5.5060	-	5.5060
Next 124,000 m ³	(0.6562) (4)	4.6850	-	4.6850	-	4.6850	-	4.6850
Next 270,000 m ³	(0.6562) (4)	4.1341	-	4.1341	-	4.1341	-	4.1341
Over 400,000 m ³	(0.6562) (4)	2.1262	-	2.1262	-	2.1262	-	2.1262
Delivery Price Adjustment				-	-		(0.0872) (6)	(0.0872)
Monthly Charge	--	\$70.00		\$70.00		\$70.00		\$70.00

(1) The Transportation rate decrease of 0.6574 cents/ m³ consists of an increase of 0.0117 cents / m³ in the new rate and a temporary credit of 0.6691 cents/ m³. The temporary credit, for the period July 1 to December 31, 2005, will amount to a decrease of about \$260.

(2) The Delivery to You rate decrease of 0.6562 cents/ m³ consists of a temporary credit of 0.6562 cents/ m³. The temporary credit, for the period July 1 to December 31, 2005, will amount to a decrease of about \$255.

(3) The transportation rate change includes the expiry of the temporary credit of 0.6691 cents / m³. The annual bill decrease of \$46 excludes the temporary credit in the previous Transportation to Union Gas rate.

(4) The Delivery to You rate change includes the expiry of the temporary credit of 0.6562 cents / m³. The annual bill change of \$0 excludes the temporary credit in the previous Delivery to You rate.

* Prior to July 1, 2006, your bill will combine each rate and the associated price adjustment (if applicable) on a single line.

(5) The Transportation Price Adjustment decrease of 0.9313 cents/m³ consists of an increase of 0.1525 cents/m³ in the new rate and a temporary credit of 1.0838 cents/m³. The annual bill increase of \$141.84, which appears in the table above, excludes the impact of the temporary credit. The temporary credit, for the period October 1 to December 31, 2006 will amount to a decrease of \$318.03.

(6) The Delivery Price Adjustment decrease of 0.0872 cents/m³ consists of a temporary credit of 0.0872 cents/m³. The temporary credit, for the period October 1 to December 31, 2006, will amount to a decrease of \$25.59.