

ORBIT Gas Company

502/928-1206

711 Leitchfield Road
Owensboro, Kentucky 42303

FRANK I. LINDSEY
President

October 16, 1986

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OCT 20 1986

Mr. P. L. Thompson
Alcan Ingot & Recycling
P.O. Box 44
Henderson, KY 42420

P. THOMPSON

Dear Mr. Thompson:

ARCO Metals Company and Orbit Gas Company entered into a Gas Service Agreement dated July 26, 1984, pursuant to which Orbit makes certain gas available for sale to ARCO.

Paragraph 4.1 of this Agreement provides certain allowances for price changes. On June 1, 1986, the price for your gas was lowered to \$2.74 per dekatherm for the first 10,000 dekatherms purchased and \$2.72 per dekatherm for all volumes in excess of 10,000 dekatherms per month and less than 15,000 and \$2.70 per dekatherm for all gas purchased over 15,000 dekatherms per month.

Effective October 1, 1986, the price for gas delivered to you shall be further reduced to \$2.30 per dekatherm for the first 10,000 dekatherms purchased each month and \$2.25 per dekatherm for all volumes in excess of 10,000 dekatherms per month and less than 15,000. The price for all gas volumes purchased in excess of 15,000 dekatherms per month shall be \$2.20 per dekatherm.

Orbit is now required to notify ANR Pipeline five days before the end of each month for the quantity of gas we will take the following month. If Orbit's estimate for the month is over 2000 dth to high or low, then a penalty is charged to Orbit. It is therefore necessary that Orbit require Alcan to state at least six (6) days before the end of each month what quantities it will take in the following month. Any penalty which Orbit must pay ANR due to Alcan's inability or failure to correctly anticipate their allotment will be passed on to Alcan.

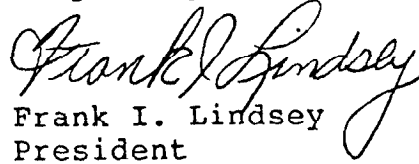


This agreement may be changed by either party at any time.

All other terms and conditions of the Agreement shall remain in full force and effect, without any change or modification.

If you are in agreement with the above, please indicate your acceptance by executing both copies of this agreement in the designated space provided below and return one copy to my attention.

Very truly yours,


Frank I. Lindsey
President

FIL/kd

UNDERSTOOD AND AGREED TO

THIS THE 21st DAY OF
October, 1986.

ALCAN INGOT & RECYCLING COMPANY

BY 