NATURAL GAS SERVICE AGREEMENT

This NATURAL GAS SERVICE AGREEMENT ("Service Agreement) is made and entered into as of the 75 day of 5005, by and between Bluegrass Gas Sales Company, (Bluegrass) a Kentucky corporation, whose address is 11405 Park Road, #180, Anchorage, KY 40223 and Larry Bandy Poultry, a Kentucky corporation, whose address is 126 Gap Hill Rd., Edmonton, KY 42129 (Customer) also referred to jointly as the "parties."

WITNESS:

WHEREAS Customer has a poultry facility that is energy intensive, and

Whereas Customer has alternative fuel capabilities to use propane or electric energy, and

Whereas Customer has annual gas volume requirements in amounts which exceed average usage and which provide stable annual loads that benefit Bluegrass, and

Whereas, Bluegrass benefits from the large volumes of gas purchased by Customer, and

Whereas, Bluegrass desires to provide to Customer, and Customer desires to obtain natural gas service in accordance with these terms and conditions;

NOW, THEREFORE, in consideration of these mutual covenants and other good and valuable consideration, the parties agree as follows:

- 1. <u>Natural Gas Service Type and Volume Levels.</u> Customer agrees to purchase from Bluegrass all of Customer's energy fuel requirements for Customer's facility, and Bluegrass agrees to provide service to Customer of the type specified below, subject to the provisions of approved tariffs of the Public Service Commission filed by Bluegrass, the related rules and regulations governing natural gas service and this Service Agreement.
- 2. The price to be paid by Customer shall be calculated to reflect an amount representing 85 percent of the currently effective Bluegrass residential gas rate as approved by the Public Service Commission and as adjusted periodically through Bluegrass's Gas Cost Recovery Mechanism or general rate adjustment. Such rates, including gas cost adjustments, shall be subject to change as permitted by a MANISSION federal, state or other legal taxes, other than those based upon of the state of the customer which apply now or may hereafter be imposed, shall be gaid by the Customer, in addition to the rates as specified.

 PURSUANT TO 807 KAR 5:011

SECTION 9 (1)

3. This Agreement shall become effective for service on the first day of the month after approved by the Public Service Commission ("PSC" in full force and effect for one year (the "Primary Term"), and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term"), and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term"), and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and by the public Service Commission ("PSC" in full force and effect for one year (the "Primary Term") and the public Service Commission ("PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one year (the "PSC" in full force and effect for one ye

term by either party upon one hundred twenty (120) days prior written notice to the other party. Customer agrees that while this Service Agreement is in effect, all natural gas consumed by Customer shall be delivered by Bluegrass, and it will not supplement its energy needs with any alternative fuel.

4. Any notice required to be given under this Agreement or any notice that either party may desire to give the other party, shall be in writing and shall be considered duly delivered when deposited in the United States mail, postage prepaid, registered or certified, or sent by facsimile and addressed as follows:

If to Bluegrass:

Julie Parsons 3620 Rockland Mills Rd. Center, KY 42214

If to Customer:

Larry Bandy Poultry 126 Gap Hill Rd. Edmonton, KY 42129

Routine communications, including monthly invoices, may be mailed by ordinary mail, postage prepaid, and addressed to the above-designated name and address.

5. General Terms and Conditions: All other terms and conditions governing this service shall be in accordance with the filed tariffs of Bluegrass as amended from time to time.

IN WITNESS WHEREOF, the parties have executed this Service Agreement as of the date above.

Bluegrass Gas Sales Company

Title: Presid

Witness: Delia M. Prown

Customer:

Dy._______

Title:___

Witness:

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

12/10/2005 PURSUANT TO 807 KAR 5:011

SECTION 9 (1)

Executive Director