

THE UNION LIGHT, HEAT AND POWER CO.

COVINGTON, KENTUCKY

March 8, 1960

The Acme Newport Steel Company
Ninth and Lowell Streets
Newport, Kentucky

Attention Mr. A. P. Miller, Vice-President

Re: Rate for winter and summer off-peak gas from
January 1, 1960 through March 31, 1961.

Gentlemen:

The new gas service contract contains a provision that during the seven (7) summer months period, April 1 to October 1, the rate is 40¢ per MCF plus escalation for the first 50,000 MCF, and 35¢ per MCF plus escalation for all additional volumes. It also provides that during the five (5) months winter period, November 1 through March 31, that the rate is 47¢ per MCF plus escalation for the first 50,000 MCF per month, and 45¢ per MCF plus escalation for all additional volumes.

Conditions are such that for the period from April 1, 1960 through October 31, 1960, we are able to make a reduction in the rate for summer off-peak gas to 38¢ per MCF plus escalation for the first 50,000 MCF. Also, we will be able to make a reduction in the rate for the winter period January 1, 1960 through March 31, 1960, and the following winter period November 1, 1960 through March 31, 1961, to 45¢ per MCF plus escalation for the first 50,000 MCF, and to 43¢ per MCF plus escalation for all additional volumes.

If the above notification is agreeable to you, will you please sign this original copy and return it to us. When the returned copy of this letter is received by us, it will be considered as a modification of the contract dated March 15, 1960 insofar as applicable for the period January 1, 1960 through March 31, 1961.

Very truly yours,

S. T. Olinger
S. T. Olinger, Supervisor
Industrial & Commercial Div.
Gas Sales

STO:gw

ACCEPTED: ACME NEWPORT STEEL COMPANY

BY: *A. P. Miller*

A. P. Miller

TITLE: *President*

President

DATE: *3/15/60*

3-15-60