ORIGINAL GAS SALES RATE SHEET NO. 1

OF

MAGNUM DRILLING OF OHIO, INC.

FILED WITH

THE KENTUCKY PUBLIC SERVICE COMMISSION

Communications concerning this Rate Sheet should be addressed to:

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PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

AUG 19 1991

PURSUANT TO 807 KAR 5:011.

CAPPELL SERVICE COMMISSION MANAGER

MAY

2000

1. GAS SALES RATE

Commodity Rate: The commodity rate to be charged to any buyer receiving gas service from the gathering system of Magnum Drilling of Ohio, Inc. (hereinafter "Seller"), said gathering system acquired from Inland Gas Company August 19, 1991, shall be \$4.33 per Mcf, or portion thereof, of gas delivered to or for the account of any buyer.

<u>Discounted Rate</u>: Seller reserves the right to charge any buyer receiving gas service from Seller's gathering system a discounted rate when, in Seller's sole opinion, such discounted rate is necessary to meet market demands or insure the efficient operation of Seller's gathering system.

Increase In Commodity Rate: Seller reserves the right to increase the commodity rate it charges for gas service from its gathering system from time to time. Seller shall effect such increase by the filing of a superseding Gas Sales Rate Sheet No. 1 with the Kentucky Public Service Commission. Such increased rates shall not be in violation of any price limitations imposed by the Natural Gas Policy Act of 1978 or other applicable price limitations.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

AUG 19 1991

CANCELLED PURSUANT TO 807 KAR 5:011. SECTION 9 (1)

MAY
BY:
PUBLIC SERVICE COMMISSION MANAGER

Issued by: James Large, Vice President

Issued on: September 5, 1991

Effective:

September 5, 1991