DAILY BALANCING SERVICE RIDER

Availability:
Available to any customer, or to any agent representing a customer or a group of customers, taking service under CenterPoint Energy's Firm or Dual Fuel Transportation Service rate schedules. Customers receiving service under this Rider are subject to all provisions of the applicable Transportation Service rate schedule, except as noted. Customers may contract for service under this Rider up to a maximum of 20% of their peak day volume.

Rate:

<table>
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<tr>
<th>THERM OF DAILY BALANCING QUANTITY</th>
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<td>Monthly Reservation Charge</td>
<td>$ .22</td>
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Daily Balancing Quantity is defined as the amount of volumes by which customer's daily flow of gas through Company's delivery system is entitled to deviate from nominated levels, over and above the tolerance amounts allowed by the transportation tariff, before incurring penalties.

Special Conditions:
1) The term of service is one month commencing on the first gas day of the month and shall remain in effect from month to month thereafter until terminated by either party by thirty days written notice. Changes in the amount of contracted Daily Balancing Quantity must be made at least 5 working days prior to the end of the preceding month.

2) On gas days when the Company in its sole discretion determines it is experiencing a system operating limitation, the Company may notify the customer that the Daily Balancing Service is suspended for the gas day in order to preserve system integrity. When Service is suspended, the customer shall be required to be within the nomination tolerances of the applicable transportation rate schedule and will be assessed applicable penalties upon noncompliance with the terms of the transportation rate schedule. CenterPoint Energy will notify customers of the suspension of this service as soon as possible, however, the latest CenterPoint Energy will notify customers of the suspension of this service is by 3:00 p.m. CST of the gas day for which the suspension has been called.

3) If the variance between Receipts and Deliveries exceeds the contracted Daily Balancing Quantity, those volumes will be treated as a negative or positive daily imbalance and will be treated according to the terms and conditions contained under the applicable Transportation Service.

4) Customer will continue to be responsible for monthly imbalances under the applicable transportation rate schedule.

5) Customer must sign a separate agreement for Daily Balancing Service as shown in CenterPoint Energy's Tariff, Section VII, Original page 7 and 7.a.

6) Customer may contract for Daily Balancing Service up to a maximum of 20% of their peak day volume.