

Important Information About Your Rates
July 2007
Rate 201 – Residential Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$75.11 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3342 cents/m³ to 32.1338 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$8.67 annually depending on how much gas is used. You will see the new rate in the **"Gas Used"** line on your bill.

In addition, an increase in the gas price adjustment of 2.2991 cents/m³ reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$59.79 per year depending on the amount of gas used. The new rate appears on the **"Gas Price Adjustment"** line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.0994 cents/m³ to 2.9778 cents/m³. For most customers the annual increase will be approximately \$2.57 depending on your gas usage. Look for the new rate on the **"Transportation to Union Gas"** line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.14 per year depending on the amount of gas used. You will see the new rate in the **"Transportation Price Adjustment"** line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.06 per year depending on gas used. The new rate shows on the **"Storage Price Adjustment"** line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Fort Frances Zone - Rate 201
Sales

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---------------------------------|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 31.7996 | 0.3342 | 32.1338 | \$8.67 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$59.79 |
| Transportation to Union Gas | 2.8784 | 0.0994 | 2.9778 | \$2.57 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | 0.0317 | \$4.14 |
| Storage | 1.9099 | - | 1.9099 | - |

| | | | | | | |
|---|----------------------|----------|----------|--|-----------------|-----------------|
| Storage Price Adjustment | | (0.0163) | (0.0028) | | (0.0191) | (\$0.06) |
| Delivery | | | | | | |
| First | 100 m ³ | 9.2380 | - | | 9.2380 | |
| Next | 200 m ³ | 8.6369 | - | | 8.6369 | - |
| Next | 200 m ³ | 8.2100 | - | | 8.2100 | |
| Next | 500 m ³ | 7.8180 | - | | 7.8180 | |
| All over | 1,000 m ³ | 7.4944 | - | | 7.4944 | |
| Delivery Price Adjustment (all volumes) | | | - | | | - |
| Monthly Charge | | \$16.00 | - | | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | | | \$75.11 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 201 – Residential Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$ 6.65 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.0994 cents/m³ to 2.9778 cents/m³. For most customers the annual increase will be approximately \$2.57 depending on your natural gas usage. Look for the new rate on the “**Transportation to Union Gas**” line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.14 per year depending on the amount of gas used. You will see the new rate in the “**Transportation Price Adjustment**” line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.06 per year depending on gas used. The new rate shows on the “**Storage Price Adjustment**” line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Fort Frances Zone - Rate 201
Direct Purchase

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 2.8784 | 0.0994 | 2.9778 | \$2.57 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | 0.0317 | \$4.14 |
| Storage | 1.9099 | - | 1.9099 | - |
| Storage Price Adjustment | (0.0163) | (0.0028) | (0.0191) | (\$0.06) |
| Delivery | | | | |
| First 100 m ³ | 9.2380 | - | 9.2380 | - |
| Next 200 m ³ | 8.6369 | - | 8.6369 | |
| Next 200 m ³ | 8.2100 | - | 8.2100 | |
| Next 500 m ³ | 7.8180 | - | 7.8180 | |
| All over 1,000 m ³ | 7.4944 | - | 7.4944 | |
| Delivery Price Adjustment (all volumes) | - | - | - | - |
| Monthly Charge | \$16.00 | - | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | \$6.65 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas's changes to transportation rates. Please contact your retail energy marketer directly at the telephone number that appears on your bill if you have questions. Please visit uniongas.com or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 101 – Residential Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$75.18 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3230 cents/m³ to 32.4613 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$8.40 annually depending on how much gas is used. You will see the new rate in the **"Gas Used"** line on your bill.

In addition, an increase in the gas price adjustment of 2.2991 cents/m³ reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$59.79 per year depending on the amount of gas used. The new rate appears on the **"Gas Price Adjustment"** line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.1124 cents/m³ to 3.0018 cents/m³. For most customers the annual increase will be approximately \$2.91 depending on your gas usage. Look for the new rate on the **"Transportation to Union Gas"** line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.14 per year depending on the amount of gas used. You will see the new rate in the **"Transportation Price Adjustment"** line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.06 per year depending on gas used. The new rate shows on the **"Storage Price Adjustment"** line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Northwestern Zone - Rate 101
Sales

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---------------------------------|--|-----------------------------------|-------------------------------------|--|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.1383 | 0.3230 | 32.4613 | \$8.40 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$59.79 |
| Transportation to Union Gas | 2.8894 | 0.1124 | 3.0018 | \$2.91 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | 0.0317 | \$4.14 |
| Storage | 1.9075 | - | 1.9075 | - |

| | | | | | | |
|---|----------------------|----------|----------|--|-----------------|-----------------|
| Storage Price Adjustment | | (0.0163) | (0.0028) | | (0.0191) | (\$0.06) |
| Delivery | | | | | | |
| First | 100 m ³ | 9.2380 | - | | 9.2380 | |
| Next | 200 m ³ | 8.6369 | - | | 8.6369 | - |
| Next | 200 m ³ | 8.2100 | - | | 8.2100 | |
| Next | 500 m ³ | 7.8180 | - | | 7.8180 | |
| All over | 1,000 m ³ | 7.4944 | - | | 7.4944 | |
| Delivery Price Adjustment (all volumes) | | - | - | | - | - |
| Monthly Charge | | \$16.00 | - | | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | | | \$75.18 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 101 – Residential Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$ 6.99 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.1124 cents/m³ to 3.0018 cents/m³. For most customers the annual increase will be approximately \$2.91 depending on your natural gas usage. Look for the new rate on the **“Transportation to Union Gas”** line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.14 per year depending on the amount of gas used. You will see the new rate in the **“Transportation Price Adjustment”** line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.06 per year depending on gas used. The new rate shows on the **“Storage Price Adjustment”** line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Northwestern Zone - Rate 101
Direct Purchase

| Rate Description | Per Cubic Metre | | | Annual Increase/ (Decrease) in the Bill |
|---|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 2.8894 | 0.1124 | 3.0018 | \$2.91 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | 0.0317 | \$4.14 |
| Storage | 1.9075 | - | 1.9075 | - |
| Storage Price Adjustment | (0.0163) | (0.0028) | (0.0191) | (\$0.06) |
| Delivery | | | | |
| First 100 m ³ | 9.2380 | - | 9.2380 | - |
| Next 200 m ³ | 8.6369 | - | 8.6369 | |
| Next 200 m ³ | 8.2100 | - | 8.2100 | |
| Next 500 m ³ | 7.8180 | - | 7.8180 | |
| All over 1,000 m ³ | 7.4944 | - | 7.4944 | |
| Delivery Price Adjustment (all volumes) | - | - | - | - |
| Monthly Charge | \$16.00 | - | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | \$6.99 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas's changes to transportation rates. Please contact your retail energy marketer directly at the telephone number that appears on your bill if you have questions. Please visit uniongas.com or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 301 – Residential Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$75.45 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3107 cents/m³ to 32.9042 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$8.09 annually depending on how much gas is used. You will see the new rate in the **"Gas Used"** line on your bill.

In addition, an increase in the gas price adjustment of 2.2991 cents/m³ reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$59.78 per year depending on the amount of gas used. The new rate appears on the **"Gas Price Adjustment"** line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.1346 cents/m³ to 3.6137 cents/m³. For most customers the annual increase will be approximately \$3.49 depending on your gas usage. Look for the new rate on the **"Transportation to Union Gas"** line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.15 per year depending on the amount of gas used. You will see the new rate in the **"Transportation Price Adjustment"** line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.06 per year depending on gas used. The new rate shows on the **"Storage Price Adjustment"** line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Northern Zone - Rate 301
Sales

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---------------------------------|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.5935 | 0.3107 | 32.9042 | \$8.09 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$59.78 |
| Transportation to Union Gas | 3.4791 | 0.1346 | 3.6137 | \$3.49 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | 0.0317 | \$4.15 |
| Storage | 2.2951 | - | 2.2951 | - |

| | | | | | | |
|---|----------------------|----------|----------|--|-----------------|-----------------|
| Storage Price Adjustment | | (0.0163) | (0.0028) | | (0.0191) | (\$0.06) |
| Delivery | | | | | | |
| First | 100 m ³ | 9.2380 | - | | 9.2380 | |
| Next | 200 m ³ | 8.6369 | - | | 8.6369 | - |
| Next | 200 m ³ | 8.2100 | - | | 8.2100 | |
| Next | 500 m ³ | 7.8180 | - | | 7.8180 | |
| All over | 1,000 m ³ | 7.4944 | - | | 7.4944 | |
| Delivery Price Adjustment (all volumes) | | - | - | | - | - |
| Monthly Charge | | \$16.00 | - | | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | | | \$75.45 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate 301 – Residential Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$7.58 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.1346 cents/m³ to 3.6137 cents/m³. For most customers the annual increase will be approximately \$3.49 depending on your natural gas usage. Look for the new rate on the “**Transportation to Union Gas**” line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.15 per year depending on the amount of gas used. You will see the new rate in the “**Transportation Price Adjustment**” line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.06 per year depending on gas used. The new rate shows on the “**Storage Price Adjustment**” line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Northern Zone - Rate 301
Direct Purchase

| Rate Description | Per Cubic Metre | | | | Annual Increase / (Decrease) in the Bill |
|---|--|-----------------------------------|--|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 3.4791 | 0.1346 | | 3.6137 | \$3.49 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | | 0.0317 | \$4.15 |
| Storage | 2.2951 | - | | 2.2951 | - |
| Storage Price Adjustment | (0.0163) | (0.0028) | | (0.0191) | (\$0.06) |
| Delivery | | | | | |
| First 100 m ³ | 9.2380 | - | | 9.2380 | - |
| Next 200 m ³ | 8.6369 | - | | 8.6369 | |
| Next 200 m ³ | 8.2100 | - | | 8.2100 | |
| Next 500 m ³ | 7.8180 | - | | 7.8180 | |
| All over 1,000 m ³ | 7.4944 | - | | 7.4944 | |
| Delivery Price Adjustment (all volumes) | - | - | | - | - |
| Monthly Charge | \$16.00 | - | | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | | \$7.58 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas's changes to transportation rates. Please contact your retail energy marketer directly at the telephone number that appears on your bill if you have questions.
Please visit uniongas.com or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 601 – Residential Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$75.77 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3052 cents/m³ to 33.2739 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$7.93 annually depending on how much gas is used. You will see the new rate in the **"Gas Used"** line on your bill.

In addition, an increase in the gas price adjustment of 2.2991 cents/m³ reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$59.76 per year depending on the amount of gas used. The new rate appears on the **"Gas Price Adjustment"** line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.1544 cents/m³ to 4.1393 cents/m³. For most customers the annual increase will be approximately \$4.00 depending on your gas usage. Look for the new rate on the **"Transportation to Union Gas"** line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.16 per year depending on the amount of gas used. You will see the new rate in the **"Transportation Price Adjustment"** line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.08 per year depending on gas used. The new rate shows on the **"Storage Price Adjustment"** line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Eastern Zone - Rate 601
Sales

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---------------------------------|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.9687 | 0.3052 | 33.2739 | \$7.93 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$59.76 |
| Transportation to Union Gas | 3.9849 | 0.1544 | 4.1393 | \$4.00 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | 0.0317 | \$4.16 |

| | | | | | | |
|---|----------------------|----------|----------|--|-----------------|-----------------|
| Storage | | 2.6079 | - | | 2.6079 | - |
| Storage Price Adjustment | | (0.0163) | (0.0028) | | (0.0191) | (\$0.08) |
| Delivery | | | | | | |
| First | 100 m ³ | 9.2380 | - | | 9.2380 | |
| Next | 200 m ³ | 8.6369 | - | | 8.6369 | |
| Next | 200 m ³ | 8.2100 | - | | 8.2100 | - |
| Next | 500 m ³ | 7.8180 | - | | 7.8180 | |
| All over | 1,000 m ³ | 7.4944 | - | | 7.4944 | |
| Delivery Price Adjustment (all volumes) | | - | - | | - | - |
| Monthly Charge | | \$16.00 | - | | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | | | \$75.77 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 601 – Residential Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$8.08 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.1544 cents/m³ to 4.1393 cents/m³. For most customers the annual increase will be approximately \$4.00 depending on your natural gas usage. Look for the new rate on the **“Transportation to Union Gas”** line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1598 cents/m³. For most customers the increase will be about \$4.16 per year depending on the amount of gas used. You will see the new rate in the **“Transportation Price Adjustment”** line on your bill.

Storage

There is a decrease in the storage price adjustment of 0.0028 cents/m³. For most customers the decrease is roughly \$0.08 per year depending on gas used. The new rate shows on the **“Storage Price Adjustment”** line on you bill.

The table below shows the approved rates and estimated effects on your bill.

Eastern Zone - Rate 601
Direct Purchase

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 3.9849 | 0.1544 | 4.1393 | \$4.00 |
| Transportation Price Adjustment | (0.1281) | 0.1598 | 0.0317 | \$4.16 |
| Storage | 2.6079 | - | 2.6079 | - |
| Storage Price Adjustment | (0.0163) | (0.0028) | (0.0191) | (\$0.08) |
| Delivery | | | | |
| First 100 m ³ | 9.2380 | - | 9.2380 | - |
| Next 200 m ³ | 8.6369 | - | 8.6369 | |
| Next 200 m ³ | 8.2100 | - | 8.2100 | |
| Next 500 m ³ | 7.8180 | - | 7.8180 | |
| All over 1,000 m ³ | 7.4944 | - | 7.4944 | |
| Delivery Price Adjustment (all volumes) | - | - | - | - |
| Monthly Charge | \$16.00 | - | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | \$8.08 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas's changes to transportation rates. Please contact your retail energy marketer directly at the telephone number that appears on your bill if you have questions. Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 210 – Commercial/Industrial Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$2,680.54 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3342 cents/m³ to 32.1338 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$310.81 per year depending on how much gas is used. You will see the new rate in the "**Gas Used**" line on your bill.

In addition, the increase in the gas price adjustment is 2.2991 cents/m³. This change reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$2,138.18 per year depending on the amount of gas used. The new rate appears on the "**Gas Price Adjustment**" line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.0934 cents/m³ to 2.7311 cents/m³. For most customers the increase will amount to \$86.77 per year depending on your gas usage. Look for the new rate on the "**Transportation to Union Gas**" line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$141.99 depending on your gas usage. Look for the new rate in the "**Transportation Price Adjustment**" line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.79 per year depending on the amount of gas used. Your bill shows the new rate on the "**Storage Price Adjustment**" line on your bill.

The table below shows the approved rates and estimated effects on your bill.

Fort Frances Zone - Rate 210
Sales

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|-----------------------------|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 31.7996 | 0.3342 | 32.1338 | \$310.81 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$2,138.18 |
| Transportation to Union Gas | 2.6378 | 0.0934 | 2.7311 | \$86.77 |

| | | | | | |
|---|----------|--------|--|-----------------|-------------------|
| Transportation Price Adjustment | (0.1124) | 0.1527 | | 0.0403 | \$141.99 |
| Storage | 1.2255 | - | | 1.2255 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | | (0.0245) | \$2.79 |
| Delivery to You | | | | | |
| First 1,000 m ³ | 7.3562 | - | | 7.3562 | |
| Next 9,000 m ³ | 5.8543 | - | | 5.8543 | |
| Next 20,000 m ³ | 4.9979 | - | | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | | - | - |
| Monthly Charge | \$70.00 | - | | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | | \$2,680.54 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 210 – Commercial/Industrial Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$231.55 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.0934 cents/m³ to 2.7311 cents/m³. For most customers the increase will amount to \$86.77 per year depending on your natural gas usage. Look for the new rate on the “**Transportation to Union Gas**” line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$141.99 depending on your gas usage. Look for the new rate in the “**Transportation Price Adjustment**” line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.79 per year depending on the amount of gas used. Your bill shows the new rate on the “**Storage Price Adjustment**” line on your bill.

The table below shows the approved rates and estimated effects on your bill.

Fort Frances Zone - Rate 210
Direct Purchase

| Rate Description | Per Cubic Metre | | | | Annual Increase/ (Decrease) in the Bill |
|---|--|-----------------------------------|--|-------------------------------------|--|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 2.6378 | 0.0934 | | 2.7311 | \$86.77 |
| Transportation Price Adjustment | (0.1124) | 0.1527 | | 0.0403 | \$141.99 |
| Storage | 1.2255 | - | | 1.2255 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | | (0.0245) | \$2.79 |
| Delivery to You | | | | | |
| First 1,000 m ³ | 7.3562 | - | | 7.3562 | - |
| Next 9,000 m ³ | 5.8543 | - | | 5.8543 | |
| Next 20,000 m ³ | 4.9979 | - | | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | | - | - |
| Monthly Charge | \$70.00 | - | | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | | \$231.55 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas' changes to transportation rates. Please contact your retail energy marketer directly at the telephone number listed on your bill with questions.

Please visit uniongas.com or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate 110 – Commercial/Industrial Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$2,682.32 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3230 cents/m³ to 32.4613 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$300.41 per year depending on how much gas is used. You will see the new rate in the "**Gas Used**" line on your bill.

In addition, the increase in the gas price adjustment is 2.2991 cents/m³. This change reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$2,138.18 per year depending on the amount of gas used. The new rate appears on the "**Gas Price Adjustment**" line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.1064 cents/m³ to 2.7552 cents/m³. For most customers the increase will amount to \$98.95 per year depending on your gas usage. Look for the new rate on the "**Transportation to Union Gas**" line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$141.99 depending on your gas usage. Look for the new rate in the "**Transportation Price Adjustment**" line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.79 per year depending on the amount of gas used. Your bill shows the new rate on the "**Storage Price Adjustment**" line on your bill.

The table below shows the approved rates and estimated effects on your bill.

Northwestern Zone - Rate 110
Sales

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|----------------------|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.1383 | 0.3230 | 32.4613 | \$300.41 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$2,138.18 |

| | | | | | |
|---|----------|--------|--|-----------------|-------------------|
| Transportation to Union Gas | 2.6488 | 0.1064 | | 2.7552 | \$98.95 |
| Transportation Price Adjustment | (0.1124) | 0.1527 | | 0.0403 | \$141.99 |
| Storage | 1.2231 | - | | 1.2231 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | | (0.0245) | \$2.79 |
| Delivery to You | | | | | |
| First 1,000 m ³ | 7.3562 | - | | 7.3562 | - |
| Next 9,000 m ³ | 5.8543 | - | | 5.8543 | |
| Next 20,000 m ³ | 4.9979 | - | | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | | - | - |
| Monthly Charge | \$70.00 | - | | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | | \$2,682.32 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 110 – Commercial/Industrial Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$243.73 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.1064 cents/m³ to 2.7552 cents/m³. For most customers the increase will amount to \$98.95 per year depending on your natural gas usage. Look for the new rate on the “**Transportation to Union Gas**” line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$141.99 depending on your gas usage. Look for the new rate in the “**Transportation Price Adjustment**” line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.79 per year depending on the amount of gas used. Your bill shows the new rate on the “**Storage Price Adjustment**” line on your bill.

The table below shows the approved rates and estimated effects on your bill.

Northwestern Zone - Rate 110
Direct Purchase

| Rate Description | Per Cubic Metre | | | | Annual Increase / (Decrease) in the Bill |
|---|--|-----------------------------------|--|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 2.6488 | 0.1064 | | 2.7552 | \$98.95 |
| Transportation Price Adjustment | (0.1124) | 0.1527 | | 0.0403 | \$141.99 |
| Storage | 1.2231 | - | | 1.2231 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | | (0.0245) | \$2.79 |
| Delivery to You | | | | | |
| First 1,000 m ³ | 7.3562 | - | | 7.3562 | - |
| Next 9,000 m ³ | 5.8543 | - | | 5.8543 | |
| Next 20,000 m ³ | 4.9979 | - | | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | | - | - |
| Monthly Charge | \$70.00 | - | | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | | \$243.73 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas' changes to transportation rates. Please contact your retail energy marketer directly at the telephone number listed on your bill with questions.

Please visit uniongas.com or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate 310 – Commercial/Industrial Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$2,691.52 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3107 cents/m³ to 32.9042 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$288.98 per year depending on how much gas is used. You will see the new rate in the "**Gas Used**" line on your bill.

In addition, the increase in the gas price adjustment is 2.2991 cents/m³. This change reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$2,138.16 per year depending on the amount of gas used. The new rate appears on the "**Gas Price Adjustment**" line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.1286 cents/m³ to 3.3670 cents/m³. For most customers the increase will amount to \$119.59 per year depending on your gas usage. Look for the new rate on the "**Transportation to Union Gas**" line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$142.03 depending on your gas usage. Look for the new rate in the "**Transportation Price Adjustment**" line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.76 per year depending on the amount of gas used. Your bill shows the new rate on the "**Storage Price Adjustment**" line on your bill.

The table below shows the approved rates and estimated effects on your bill.

Northern Zone - Rate 310
Sales

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|-----------------------------|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.5935 | 0.3107 | 32.9042 | \$288.98 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$2,138.16 |
| Transportation to Union Gas | 3.2384 | 0.1286 | 3.3670 | \$119.59 |

| | | | | | |
|---|----------|--------|--|-----------------|-------------------|
| Transportation Price Adjustment | (0.1124) | 0.1527 | | 0.0403 | \$142.03 |
| Storage | 1.6107 | - | | 1.6107 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | | (0.0245) | \$2.76 |
| Delivery to You | | | | | |
| First 1,000 m ³ | 7.3562 | - | | 7.3562 | |
| Next 9,000 m ³ | 5.8543 | - | | 5.8543 | |
| Next 20,000 m ³ | 4.9979 | - | | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | | - | - |
| Monthly Charge | \$70.00 | - | | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | | \$2,691.52 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 310 – Commercial/Industrial Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$264.38 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.1286 cents/m³ to 3.3670 cents/m³. For most customers the increase will amount to \$119.59 per year depending on your natural gas usage. Look for the new rate on the “**Transportation to Union Gas**” line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$142.03 depending on your gas usage. Look for the new rate in the “**Transportation Price Adjustment**” line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.76 per year depending on the amount of gas used. Your bill shows the new rate on the “**Storage Price Adjustment**” line on your bill.

The table below shows the approved rates and estimated effects on your bill.

Northern Zone - Rate 310
Direct Purchase

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 3.2384 | 0.1286 | 3.3670 | \$119.59 |
| Transportation Price Adjustment | (0.1124) | 0.1527 | 0.0403 | \$142.03 |
| Storage | 1.6107 | - | 1.6107 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | (0.0245) | \$2.76 |
| Delivery to You | | | | |
| First 1,000 m ³ | 7.3562 | - | 7.3562 | - |
| Next 9,000 m ³ | 5.8543 | - | 5.8543 | |
| Next 20,000 m ³ | 4.9979 | - | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | - | - |
| Monthly Charge | \$70.00 | - | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | \$264.38 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas' changes to transportation rates. Please contact your retail energy marketer directly at the telephone number listed on your bill with questions. Please visit uniongas.com or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate 610 – Commercial/Industrial Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$2,704.78 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3052 cents/m³ to 33.2739 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$283.84 per year depending on how much gas is used. You will see the new rate in the "**Gas Used**" line on your bill.

In addition, the increase in the gas price adjustment is 2.2991 cents/m³. This change reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$2,138.15 per year depending on the amount of gas used. The new rate appears on the "**Gas Price Adjustment**" line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has increased by 0.1484 cents/m³ to 3.8927 cents/m³. For most customers the increase will amount to \$138.02 per year depending on your gas usage. Look for the new rate on the "**Transportation to Union Gas**" line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$141.98 depending on your gas usage. Look for the new rate in the "**Transportation Price Adjustment**" line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.79 per year depending on the amount of gas used. Your bill shows the new rate on the "**Storage Price Adjustment**" line on your bill.

The table below shows the approved rates and estimated effects on your bill.

**Eastern - Rate 610
Sales**

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|-----------------------------|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.9687 | 0.3052 | 33.2739 | \$283.84 |
| Gas Price Adjustment | (9.8875) | 2.2991 | (7.5884) | \$2,138.15 |
| Transportation to Union Gas | 3.7443 | 0.1484 | 3.8927 | \$138.02 |

| | | | | | |
|---|----------|--------|--|-----------------|-------------------|
| Transportation Price Adjustment | (0.1124) | 0.1527 | | 0.0403 | \$141.98 |
| Storage | 1.9235 | - | | 1.9235 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | | (0.0245) | \$2.79 |
| Delivery to You | | | | | |
| First 1,000 m ³ | 7.3562 | - | | 7.3562 | |
| Next 9,000 m ³ | 5.8543 | - | | 5.8543 | - |
| Next 20,000 m ³ | 4.9979 | - | | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | | - | - |
| Monthly Charge | \$70.00 | - | | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | | \$2,704.78 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre with questions.

Important Information About Your Rates
July 2007
Rate 610 – Commercial/Industrial Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$282.79 per year based on an annual volume of 93,000 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has increased by 0.1484 cents/m³ to 3.8927 cents/m³. For most customers the increase will amount to \$138.02 per year depending on your natural gas usage. Look for the new rate on the “**Transportation to Union Gas**” line on your bill.

In addition, there is an increase in the transportation price adjustment of 0.1527 cents/m³. For most customers the annual increase will be approximately \$141.98 depending on your gas usage. Look for the new rate in the “**Transportation Price Adjustment**” line on your bill.

Storage

The increase in the storage price adjustment is 0.0030 cents/m³. For most customers the increase is about \$2.79 per year depending on the amount of gas used. Your bill shows the new rate on the “**Storage Price Adjustment**” line on your bill.

The table below shows the approved rates and estimated effects on your bill.

Eastern Zone - Rate 610
Direct Purchase

| Rate Description | Per Cubic Metre | | | Annual Increase / (Decrease) in the Bill |
|---|--|-----------------------------------|-------------------------------------|---|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 3.7443 | 0.1484 | 3.8927 | \$138.02 |
| Transportation Price Adjustment | (0.1124) | 0.1527 | 0.0403 | \$141.98 |
| Storage | 1.9235 | - | 1.9235 | - |
| Storage Price Adjustment | (0.0275) | 0.0030 | (0.0245) | \$2.79 |
| Delivery to You | | | | |
| First 1,000 m ³ | 7.3562 | - | 7.3562 | - |
| Next 9,000 m ³ | 5.8543 | - | 5.8543 | |
| Next 20,000 m ³ | 4.9979 | - | 4.9979 | |
| Next 70,000 m ³ | 4.4495 | - | 4.4495 | |
| All over 100,000 m ³ | 2.3725 | - | 2.3725 | |
| Delivery Price Adjustment (all volumes) | - | - | - | - |
| Monthly Charge | \$70.00 | - | \$70.00 | - |
| Total Annualized Increase or (Decrease) | | | | \$282.79 |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas' changes to transportation rates. Please contact your retail energy marketer directly at the telephone number listed on your bill with questions. Please visit uniongas.com or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate M2 – Residential Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total increase will amount to \$42.08 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3052 cents/m³ to 33.2739 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$7.95 annually depending on how much gas is used. You will see the new rate in the **"Gas Used"** line on your bill.

In addition, an increase in the gas price adjustment of 1.3138 cents/m³ reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$34.16 per year depending on the amount of gas used. The new rate appears in the **"Gas Price Adjustment"** line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has decreased by 0.0449 cents/m³ to 3.5830 cents/m³. For most customers the annual decrease will be approximately \$1.17 depending on your gas usage. Look for the new rate on the **"Transportation to Union Gas"** line on your bill.

Delivery

The new rates also reflect an increase of 0.0439 cents/m³ in the Delivery Price Adjustment. For most customers the increase is about \$1.14 per year depending on the amount of gas used. Your bill shows the new rate on the **"Delivery Price Adjustment"** line.

The table below shows the approved rates and estimated effects on your bill.

**Rate M2 - Residential
Sales**

| Rate Description | Per Cubic Metre | | | | Annual Increase/(Decrease) in the Bill |
|-----------------------------|---------------------------------------|--------------------------------|--|----------------------------------|--|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.9687 | 0.3052 | | 33.2739 | \$7.95 |
| Gas Price Adjustment | (7.0866) | 1.3138 | | (5.7728) | \$34.16 |
| Transportation to Union Gas | 3.6279 | (0.0449) | | 3.5830 | (\$1.17) |
| Storage | 0.9309 | - | | 0.9309 | - |
| Delivery | | | | | - |
| First 1,400 m ³ | 5.1701 | - | | 5.1701 | |
| Next 4,600 m ³ | 4.1427 | - | | 4.1427 | |
| Next 124,000 m ³ | 3.0859 | - | | 3.0859 | |

| | | | | | | |
|---|------------------------|----------|--------|--|-----------------|----------------|
| Next | 270,000 m ³ | 2.4743 | - | | 2.4743 | |
| All over | 400,000 m ³ | 2.2978 | - | | 2.2978 | |
| Delivery Price Adjustment (all volumes) | | (0.0941) | 0.0439 | | (0.0502) | \$1.14 |
| Monthly Charge | | \$16.00 | - | | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | | | \$42.08 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate M2 – Residential Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most residential customers the total decrease will amount to \$ 0.03 per year based on an annual volume of 2,600 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has decreased by 0.0449 cents/m³ to 3.5830 cents/m³. For most customers the decrease will amount to \$1.17 per year depending on the amount of natural gas used. The new rate appears in the “**Transportation to Union Gas**” line on your bill.

Delivery

The new rates also reflect an increase of 0.0439 cents/m³ in the Delivery Price Adjustment. For most customers the increase will amount to \$1.14 per year depending on how much gas is used. You will see the new rate in the “**Delivery Price Adjustment**” line on your bill.

The table below shows the approved rates and estimated effects on your bill.

**Rate M2 – Residential
Direct Purchase**

| Rate Description | Per Cubic Metre | | | Annual Increase/(Decrease) in the Bill |
|---|---------------------------------------|--------------------------------|----------------------------------|--|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 3.6279 | (0.0449) | 3.5830 | (\$1.17) |
| Storage | 0.9309 | - | 0.9309 | - |
| Delivery | | | | |
| First 1,400 m ³ | 5.1701 | - | 5.1701 | - |
| Next 4,600 m ³ | 4.1427 | - | 4.1427 | |
| Next 124,000 m ³ | 3.0859 | - | 3.0859 | |
| Next 270,000 m ³ | 2.4743 | - | 2.4743 | |
| All over 400,000 m ³ | 2.2978 | - | 2.2978 | |
| Delivery Price Adjustment (all volumes) | (0.0941) | 0.0439 | (0.0502) | \$1.14 |
| Monthly Charge | \$16.00 | - | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | (\$0.03) |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas' changes to transportation rates. Please contact your retail energy marketer directly at the telephone number listed on your bill with questions. Please visit uniongas.com or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate M2 – Commercial/Industrial Sales

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most commercial/industrial customers the total increase will amount to \$275.05 per year based on an annual volume of 17,000 m³. The enclosed bill uses the new rates.

Gas Commodity

The gas commodity rate has increased by 0.3052 cents/m³ to 33.2739 cents/m³ based on the increase in Union Gas' forecast cost to purchase natural gas during the next 12 months. For most customers the increase will amount to \$51.90 annually depending on how much gas is used. You will see the new rate in the **"Gas Used"** line on your bill.

In addition, an increase in the gas price adjustment of 1.3138 cents/m³ reflects the difference between the projected cost of gas that Union Gas expects to pay and the amount that Union Gas expects to recover through the current gas commodity rate during the next 12 months. For most customers the increase will be about \$223.33 per year depending on the amount of gas used. The new rate appears in the **"Gas Price Adjustment"** line on your bill.

The gas rate is adjusted this way so that you are billed at a rate that more closely reflects the market price of gas and avoids large out-of-period adjustments.

Union Gas does not earn income on the sale of the gas commodity. The price we pay for gas is passed directly to customers with no profit included.

Transportation

The transportation rate has decreased by 0.0449 cents/m³ to 3.5830 cents/m³. For most customers the annual decrease will be approximately \$7.64 depending on your gas usage. Look for the new rate on the **"Transportation to Union Gas"** line on your bill.

Delivery

The new rates also reflect an increase of 0.0439 cents/m³ in the Delivery Price Adjustment. For most customers the increase is about \$7.46 per year depending on the amount of gas used. Your bill shows the new rate on the **"Delivery Price Adjustment"** line.

The table below shows the approved rates and estimated effects on your bill.

Rate M2 - Commercial/Industrial Sales

| Rate Description | Per Cubic Metre | | | Annual Increase/(Decrease) in the Bill |
|-----------------------------|---------------------------------------|--------------------------------|----------------------------------|--|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Gas Commodity Rate | 32.9687 | 0.3052 | 33.2739 | \$51.90 |
| Gas Price Adjustment | (7.0866) | 1.3138 | (5.7728) | \$223.33 |
| Transportation to Union Gas | 3.6279 | (0.0449) | 3.5830 | (\$7.64) |
| Storage | 0.9309 | - | 0.9309 | - |
| Delivery | | | | - |
| First 1,400 m ³ | 5.1701 | - | 5.1701 | |
| Next 4,600 m ³ | 4.1427 | - | 4.1427 | |
| Next 124,000 m ³ | 3.0859 | - | 3.0859 | |

| | | | | | | |
|---|------------------------|----------|--------|--|-----------------|-----------------|
| Next | 270,000 m ³ | 2.4743 | - | | 2.4743 | |
| All over | 400,000 m ³ | 2.2978 | - | | 2.2978 | |
| Delivery Price Adjustment (all volumes) | | (0.0941) | 0.0439 | | (0.0502) | \$7.46 |
| Monthly Charge | | \$16.00 | - | | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | | | \$275.05 |

Please visit **uniongas.com** or call the Union Gas Customer Contact Centre telephone number with questions.

Important Information About Your Rates
July 2007
Rate M2 – Commercial/Industrial Direct Purchase

The Ontario Energy Board has approved changes to the rates Union Gas charges its customers effective July 1, 2007. For most Commercial/Industrial customers the total decrease will amount to \$ 0.18 per year based on an annual volume of 17,000 m³. The enclosed bill uses the new rates.

Transportation

The transportation rate has decreased by 0.0449 cents/m³ to 3.5830 cents/m³. For most customers the decrease will amount to \$7.64 per year depending on the amount of natural gas used. The new rate appears in the “**Transportation to Union Gas**” line on your bill.

Delivery

The new rates also reflect an increase of 0.0439 cents/m³ in the Delivery Price Adjustment. For most customers the increase will amount to \$7.46 per year depending on how much gas is used. You will see the new rate in the “**Delivery Price Adjustment**” line on your bill.

The table below shows the approved rates and estimated effects on your bill.

**Rate M2 – Commercial/Industrial
Direct Purchase**

| Rate Description | Per Cubic Metre | | | Annual Increase/(Decrease) in the Bill |
|---|---------------------------------------|--------------------------------|----------------------------------|--|
| | Previous Rate (cents/m ³) | Change (cents/m ³) | New Rate (cents/m ³) | |
| Transportation to Union Gas ** | 3.6279 | (0.0449) | 3.5830 | (\$7.64) |
| Storage | 0.9309 | - | 0.9309 | - |
| Delivery | | | | |
| First 1,400 m ³ | 5.1701 | - | 5.1701 | - |
| Next 4,600 m ³ | 4.1427 | - | 4.1427 | |
| Next 124,000 m ³ | 3.0859 | - | 3.0859 | |
| Next 270,000 m ³ | 2.4743 | - | 2.4743 | |
| All over 400,000 m ³ | 2.2978 | - | 2.2978 | |
| Delivery Price Adjustment (all volumes) | (0.0941) | 0.0439 | (0.0502) | \$7.46 |
| Monthly Charge | \$16.00 | - | \$16.00 | - |
| Total Annualized Increase or (Decrease) | | | | (\$0.18) |

** Depending on the terms of your retail energy marketer contract, you may or may not be affected by Union Gas' changes to transportation rates. Please contact your retail energy marketer directly at the telephone number listed on your bill with questions. Please visit uniongas.com or call the Union Gas Customer Contact Centre telephone number with questions.