

Dominion East Ohio Btu Conversion Value Illustration

This illustration will assume conditions as if the Heat Content Agreement had been implemented as of the **April 2007 production period**. Conditions as of April 2008 will be different.

Gas Price: \$8.35 / Mcf

Proposed Fees :

Heat Content Agreement Fee	\$0.37 per measured Mcf
Surcharge Fee	\$0.06 per measured Mcf
OOGA Administrative Fee	\$0.01 per measured Mcf
Total April Fee	\$0.44 per measured Mcf

Measured Volume: 1,000 Mcf

Btu Conversion:

Note, the application of the Btu conversion results in an adjusted volume of 108.9% or a 8.9% increase in volume. The producer will be paid for the adjusted Mcf volume.

Btu Adjusted Volume 1,000 Mcf x 108.9% = 1,089 Mcf

Value to the Producer:

Current Value of Measured Volume: 1,000 Mcf x \$8.35 = \$8,350.00

Gross Value of Btu Adjusted Volume: 1,089 Mcf x \$8.35 = \$9,093.15

Gross Value Gain for Producer: \$743.15

Total April Fees: 1,000 Mcf x \$0.44 = \$440.00

**Net Value Gain for Producer: \$743.15 - \$440.00 = \$303.15
or 3.63%**