

RATE SCHEDULE LGS-1
FIRM LIQUEFIED NATURAL GAS STORAGE SERVICE

3. RATES (Continued)

- 3.3 Each Shipper holding firm storage entitlement rights under this rate schedule during a calendar year (including Replacement Shippers) shall receive a credit for its proportionate share of 90% of the revenues collected by Transporter (after deduction by Transporter of all applicable surcharge amounts) for service rendered under Rate Schedule LGS-2 during such calendar year. Transporter shall be entitled to retain the remaining 10% of such revenues. The credit for each Shipper shall be calculated by multiplying the total of the revenues to be credited by a percentage determined by dividing the total Storage Charges and Delivery Charges paid by Shipper for service rendered under this rate schedule during such calendar year by the total of such charges paid by all Shippers for service under this rate schedule during such calendar year. Credits shall be reflected on invoices rendered in March for February services.