

GENERAL TERMS AND CONDITIONS  
(Continued)

16.3 Extension of Existing Firm Service Agreements (Continued)

- (b) Prior to the expiration of the term of an existing firm Service Agreement, Paiute and Shipper may mutually agree to an extension of the term of the Service Agreement with respect to all or part of the underlying capacity (the exact terms of which are to be negotiated on a case-by-case basis in a not unduly discriminatory manner). If an existing firm Service Agreement is subject to a right-of-first-refusal under Section 16.2 of the General Terms and Conditions, the mutual agreement of the parties to extend the existing Service Agreement must be reached prior to the receipt by Paiute of an acceptable bid submitted pursuant to the right-of-first-refusal procedures described in Section 16.2.