

December 7, 2017

Kenneth S. Antos, Principal Apollo Edison LLC 310 Nottingham Drive Spring City, PA 19475

Re: Security Requirement for Apollo Edison LLC

Dear Kenneth.

National Fuel Gas Distribution Corporation ("NFGDC") is aware Apollo Edison LLC (APE) has filed an application with the Pennsylvania Public Utility Commission to supply natural gas service to the public in Pennsylvania and specifically within the service territory of NFGDC.

As you know, in making such an application, APE must furnish acceptable security to each utility where APE will do business. As such, under its tariff, NFGDC could require APE to provide a bond or other financial security instrument in an amount that NFGDC determines to be appropriate.

However, you have indicated, and it is NFGDC's understanding that APE intends only to provide natural gas aggregating, brokering and consulting services at this time. You have stated that, in performing these services, APE will never take title to any delivered natural gas.

Based upon your representations, NFGDC has determined that, at this time, APE does not need to post a bond or other form of security to operate in its service territory. However, if the services provided by APE change in the future, NFGDC reserves the right to require security from APE as it deems appropriate.

If you have any questions concerning the foregoing, please contact me at 716-857-7599.

Nathan E. Barnes

Yours traly,

Transportation Services Department