



PHILADELPHIA GAS WORKS

800 West Montgomery Avenue • Philadelphia, PA 19122

February 27, 2018

Mr. Kenneth Antos
Apollo Edison LLC
310 Nottingham Drive
Spring City, PA 19475
Email: kantos@apolloedison.com

Re: Security Requirement Bond for Apollo Edison LLC

Dear Mr. Antos:

Philadelphia Gas Works ("PGW") is aware that Apollo Edison LLC has filed an application with the Pennsylvania Public Utility Commission to supply natural gas services to the public in Pennsylvania and specifically within the services territory of Philadelphia Gas Works.

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

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

Based upon your representations, Philadelphia Gas Works has determined that, at this time, Apollo Edison LLC does not need to post a bond or other form of security to operate in its service territory. If the services provided by Apollo Edison LLC should change, Philadelphia Gas Works reserves the right to require security from Apollo Edison LLC as it deems appropriate.

If you have any questions concerning the foregoing, please contact me at 215-684-6405.

Sincerely,

A handwritten signature in black ink, appearing to read 'Ray M. Snyder', is written over a horizontal line.

Raymond M. Snyder
Sr. Vice President, Gas Management

NL/dls