



UGI Utilities, Inc.  
2525 North 12<sup>th</sup> Street  
Suite 360  
Post Office Box 12677

January 24, 2018

Kenneth Antos – Principal  
Apollo Edison LLC  
310 Nottingham Dr., Spring city PA 19475

RE: Apollo Edison LLC application to serve as a Natural Gas Broker

Dear Mr. Antos ,

Based on your assertion that Apollo Edison LLC, (“APOLLO EDISON”) is applying with the State of Pennsylvania to operate as a natural gas broker/marketer, UGI Utilities Inc. (“UGIU”) has concluded that APOLLO EDISON will not need to post security with UGI-Central Penn Gas (“CPG”), UGI-Penn Natural Gas (“PNG”) or UGI Utilities Gas Division (“UGI”). This is based on the declaration that APOLLO EDISON will not be taking title to gas or directly serving end use customers. This also assumes that APOLLO EDISON will be acting in conjunction with a licensed Natural Gas Supplier who has been approved by the Pennsylvania Public Utility Commission to serve in the applicable UGIU service territories and who has posted the required financial security as specified in the respective UGIU tariffs. If APOLLO EDISON wishes to directly serve Choice customers in the service territories of UGI, PNG and/or CPG in the future as a natural gas supplier, it will have to post security as specified in the respective UGI tariffs prior to the commencement of the service.

Please feel free to contact me with any additional questions that you may have.

Sincerely,

David E. Lahoff  
Senior Manager, Tariff & Supplier Administration  
UGI Utilities, Inc.