

Calculation of the Cost of Gas Rate

Period Covered: Winter Period November 1, 2011 through April 30, 2012

Projected Gas Sales - therms

996,907

Total Anticipated Cost of Propane Sendout

\$2,134,869

Add: Prior Period Deficiency Uncollected  
Interest\$33,215  
\$3,560Deduct: Prior Period Excess Collected  
Interest\$0  
\$0

Prior Period Adjustments and Interest

\$36,775

Total Anticipated Cost

\$2,171,644

Fixed Price Option Cost of Gas Rate (per therm) \*

\$2.2357

Forecasted Fixed Price Option Sales (therms)

155,000

Forecasted Fixed Price Option Cost of Gas Revenue

\$346,534

Remaining Gas Cost to be Recovered

\$1,825,110

Forecasted Non-Fixed Price Option Sales (therms)

841,907

Non-Fixed Price Option Cost of Gas Rate - Beginning Period (per therm)

\$2.1678

Pursuant to tariff section 17(d), the Company may adjust the approved  
cost of gas rate upward on a monthly basis to the following rate:

Maximum Cost of Gas Rate - Non-Fixed Price Option (per therm)

\$2.7098

\* The Fixed Price Option rate was determined in the initial cost of gas filing on September 20, 2011, based  
on the Non-Fixed Price Option rate plus a \$0.02 fixed price option premium. (NHPUC Order No. 24,516)Issued: October 31, 2011  
Effective: November 1, 2011

Issued By:

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Treasurer

In Compliance with DG 11-212, Order No. 25,281