

Trade Date:	May 17, 2004
Commodity:	Natural Gas
Notional Quantity per Calculation Period:	1,700,000 MMBtu
Option Style:	Asian
Option Type:	Call
Seller:	PartyB
Buyer:	PartyA
Commodity Reference Price:	NATURAL GAS-HENRY HUB-NYMEX
Specified Price:	Settlement
Delivery Date:	First Nearby
Pricing Dates:	The penultimate Scheduled Trading Day of the relevant Futures Contract for the applicable Calculation Period
Strike Price per Unit:	US Dollars \$2.70000 per MMBtu
Total Premium:	US Dollars \$350,000.00
Premium Payment Date(s):	May 19, 2004
Automatic Exercise:	Applicable
Written Confirmation:	Not Applicable
Effective Date:	July 01, 2004
Termination Date:	July 31, 2004
Calculation Period(s):	Each calendar month beginning with July 01, 2004 and ending on July 31, 2004.
Settlement Date(s):	The fifth (5th) Business Day following the date on which the Floating Price is determinable