

## Natural Gas Confirmation

Date: April 11, 2012  
To: Company A  
From: Company B

Re: Commodity Option Transaction – Cash Settled

Transaction Reference Number: COB7654321

Notional Quantity Per Calculation Period: 10,000 MMBTU multiplied by the number of calendar days in the relevant Calculation Period

Total Notional Quantity: 300,000 MMBTU

Commodity: As per Commodity Reference Price

Trade Date: April 10, 2012

Option Style: European

Option Type: Put

Buyer: Company A  
Seller: Company B

Effective Date: September 1, 2012  
Termination Date: September 30, 2012

Calculation Period(s): From and including the Effective Date to and including the Termination Date

Commodity Reference Price: NATURAL GAS – LOUISIANA (HENRY HUB) – GAS DAILY

Floating Price: For any Pricing Date, that day's price per MMBtu of natural gas for delivery on the Delivery Date, stated in U.S. dollars, published in the table "Daily price survey (\$/MMBtu): Louisiana-Onshore South" opposite the caption "Henry Hub" and under the heading "Midpoint" in the issue of Gas Daily that reports prices effective on that Pricing Date

Pricing Dates(s): Each Commodity Business Day during the Calculation Period

Rounding: All prices will be rounded to four (4) decimal places

Strike Price Per Unit: NATURAL GAS-S. LOUISIANA (HENRY HUB)-INSIDE FERC  
For any Pricing Date, that day's price per MMBtu of natural gas for delivery on the Delivery Date, state in U.S. dollars, published in the table "Market Center Spot Gas Prices, [DATE] (per MMBtu); south Louisiana" opposite the caption "Henry Hub" and under the heading "Index" in the issue of Inside FERC Gas Market Report that reports prices effective on that Pricing Date

Pricing Date(s): The first Commodity Business Day during the Calculation Period

Total Premium: USD 40,500.00  
Premium Per Unit: USD 0.135 per MMBTU

Premium Payment Dates: April 12, 2012, subject to adjustment in accordance with the Following Business Day Convention

Exercise Period: The Expiration Date

Expiration Date: Notwithstanding the Definitions and in respect of each Calculation Period, the final Pricing Date of that Calculation Period, where the right or rights granted pursuant to an Option shall be exercisable, in full, on each Expiration Date

Automatic Exercise: Application for each Exercise Period

Exercise Date for an Option: The Seller Business Day during the Exercise Period of which that Option is or is deemed to be exercised

**Settlement Terms**

Cash Settlement: Applicable

Settlement Date: The last Pricing Date corresponding to each Calculation Period

Payment Date: Five (5) Business Days following each Settlement Date, subject to adjustment in accordance with the Modified Following Business Day Convention

Calculation Agent: Company B

**Account Details**

Payments to; Account for payments: Company B Inc.  
xxxxxx

Payments to; Accounts for payments: Company A Inc.  
xxxxxx