

March 2, 2015

Kim Hendershot, Tax Director Eco-Energy, LLC 725 Cool Springs Boulevard Suite 500 Franklin, TN 37067

RE: Security Requirement for Eco-Energy, LLC:

Dear Kim:

Pursuant to 66 Pa. C. S. § 2208 (c), an applicant for a natural gas supplier license in the Commonwealth of Pennsylvania must furnish security to each utility where the supplier will do business to ensure the financial responsibility of such natural gas supplier. To this end, National Fuel Gas Distribution Corporation ("National Fuel") will perform a credit review and analysis of Eco-Energy, LLC ("EE") and determine at the appropriate time whether Eco-Energy must post a security deposit acceptable to National Fuel in order to operate as a supplier on National Fuel's system.

EE's security requirement to serve Pennsylvania customers is dependent on the type of transportation service utilized by EE. There is no Natural Gas Supplier (NGS) security requirement for customers that will be enrolled in National Fuel's Purchase of Receivable (POR) program. As such, EE will not be required to post security for customers enrolled in the POR program. A security deposit will be required for transportation customers not enrolled in the POR program.

Should you have any questions concerning the above, please contact me at 716-857-7599.

Nathan E. Barnes

Transportation Services Department