

GENERAL TERMS AND CONDITIONS

- E. End-user(s) on Downstream Systems. The Receiving Party may choose to provide the measured volumes for the parties receiving gas downstream of the Point(s) of Delivery. Under this option, the Receiving Party will furnish Northern with measurement data for the end user prior to the close of business of the production month. In such event the end user shall be responsible for its resulting daily delivery variance charges, imbalances, and all other applicable throughput charges resulting from its measured volumes. The Receiving Party must provide reasonable notice to the end user and Northern of such arrangement prior to effectuation of such procedure.
- F. Third Party Storage Shipper(s). To the extent the volumes of natural gas to be transported for the Shipper have previously been transported under one of Northern's rate schedules to be delivered to a customer-owned or third-party leased storage facility, such volumes will be transported from the storage facility location to the Shipper's market area delivery point and will be charged the Field/Market TF or TFX reservation fee, if applicable, and the appropriate commodity rate as set forth in this Tariff.
- G. Other Flowing Gas Allocations. Unless otherwise specifically provided for within these GENERAL TERMS AND CONDITIONS, and except at points that have an Operational Balancing Agreement (OBA) in effect, a pre-determined allocation (PDA) methodology of ranked, pro rata, percentage, swing or operator provided value will be agreed upon at the point. The upstream and downstream operators will provide the PDA methodology and contract rankings, if applicable, to the allocating party and/or the party performing the measurement function after or during confirmation and before the close of business of the production month. If the parties have not agreed upon a PDA methodology, or if a point is not covered by the last-through-the-meter methodology, as described above, and there is a dispute, then pro rata based upon confirmed nominations will be used as the default methodology. The party responsible for custody transfer (the party performing the measurement function) will provide the allocation.