

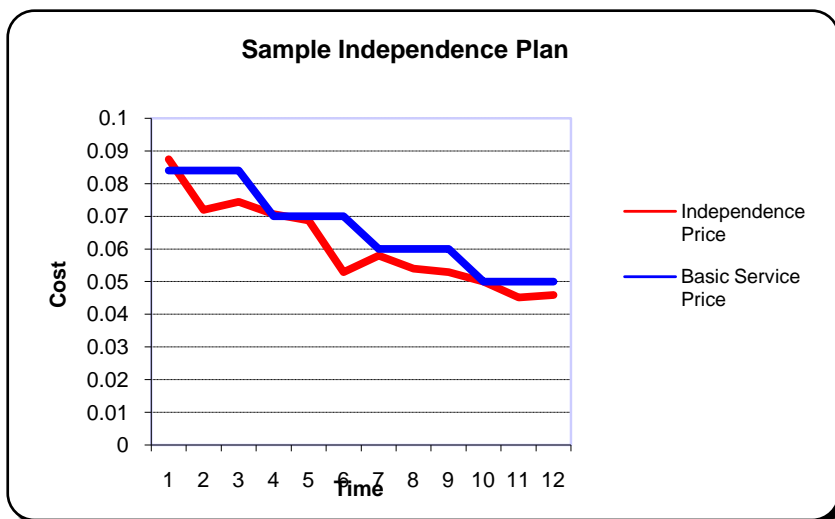


# Independence Plan "Light"

## Product Summary

In instances where electricity prices are declining, or if there is substantial "off peak" usage, the Patriot Energy Independence Plan is a great option. The Independence Plan allows customers to purchase their electricity directly from the Power Pool similar to the way wholesale suppliers do. Electricity is priced hourly throughout the day. The price is largely dependant upon demand. Since most business demand electricity from the grid during "peak" times, power is typically more expensive during those hours. During "off peak" hours, the price is typically lower. As a result, businesses using "off peak" power more often than the average user should benefit from these lower prices, as the utility offers only one price for a 24 hour day based on their entire customer profile. The "Light Option" allows a customer to try out the plan during an initial period of 90 days. Unless the customer cancels service during this period, the customer will automatically continue with the term chosen on the PPS order form.

In addition, Basic Service in Massachusetts is determined by short term fixed positions set at particular times during the year (quarterly or bi-annually depending on class of service). In a declining market, a fixed price can lead to a higher overall cost than a floating price as the price is fixed & held for a period of time while the floating price continues to fall. For that reason, the Independence Plan is ideal for the falling electricity market environment.



Initial:	
Date:	

## Features & Benefits

- Hourly Energy Price
- 90 Day Trial Period
- Terms up to 63 months
- Power Pool Pricing plus estimated Retail Adder
- Subject to credit approval

## Independence Price Calculation

$$NE\text{-}ISO \text{ Index} + \text{Retail Adder} = \text{Independence Price}$$

**ex:** 7.9 cents + 1.6 cents = 9.5 cents

Retail Adder includes the variable components of capacity, renewable energy, ancillary services & losses along with fixed administration costs.

The term "NE-ISO" represents the hourly and/or day ahead clearing price as posted by the NE-ISO.

Patriot Energy shall assess an early termination penalty calculated by multiplying the historical average monthly usage as depicted on the utility bill by the remaining months of the term by \$.005. Additional penalties and other fees may apply upon breach per supplier contract(s).

**Patriot Energy neither represents nor guarantees that this plan will result in higher or lower costs in the future when compared to the utility's Basic Service price. This document is not a contract for electric supply and Patriot Energy does not warrant the terms above fully or accurately represent the terms of actual electric supply.**