



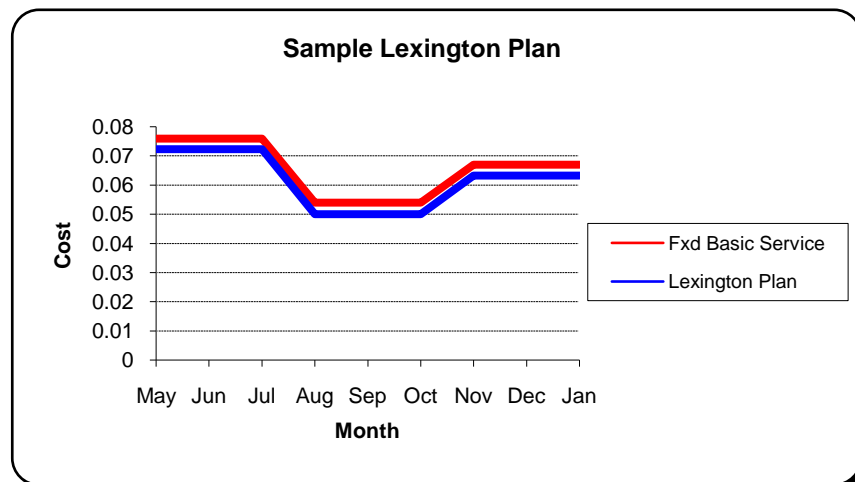
Lexington Plan

Quarterly Purchasing

In Massachusetts Basic Service is secured for industrial customers on a quarterly basis. Every three months the utilities solicit bids from Competitive Suppliers to service the Basic Service load for the next three months. This bidding process ends approximately 45 days before the first month of service is to begin and presented to the state regulators for approval no later than 30 days before day one of the first month. The day in which the bid is secured is arbitrary-meaning there is no consideration where the market is trading when the rate is quoted.

The Patriot Energy Lexington Plan mimics the process by which Basic Service is secured with two significant differences: **we are able to develop our load to maximize cost reduction and we can choose the most opportune time to secure pricing within the 45 days prior to commencement of the new Basic Service rates.**

We develop our load in two basic ways. First we only introduce the most credit worthy customers into the Lexington Plan reducing bad debt premiums placed on a load representing an entire utilities customer base. Second, we purchase wholesale blocks of power at discounted rates, a benefit not readily available to smaller usage customers. As a large purchasing entity in the market, Patriot Energy brings Lexington Plan members the benefits of wholesale purchasing, a benefit usually reserved for the large power user.



Features & Benefits

- Benefits of premium aggregation
- Terms through December 2010
- Similar Purchasing Strategy to Basic Service
- Subject to credit approval

Initial:	
Date	

Portions of the Lexington Plan include fixed hedges and may be subject to early termination penalties calculated per the underlying supplier contract and may include liquidation damages and/or other fees.

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.

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.