

License Bond  
Bond #K08464819 (Revised Duplicate Original)

KNOW ALL BY THESE PRESENTS,  
That we, South Jersey Energy Company, One South Jersey Plaza, NJ 08028 as Principal and Westchester Fire Insurance Company, a New York corporation, as Surety, are held and firmly bound unto State of New Hampshire, Public Utilities Commission as Obligee in the sum of One Hundred thousand & no/100-----(\$100,000.00) for which sum, well and truly to be paid, we bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

Signed and sealed this 19<sup>th</sup> day of January, 2011.

THE CONDITION OF THIS OBLIGATION IS SUCH, That WHEREAS, the Principal has made application for a license to the Obligee to offer, render, furnish or supply natural gas or natural gas services to the public.

NOW THEREFORE, the condition of this obligation is such that the principal must act in accordance to assure compliance with applicable provisions of the Public Utility Code and the rules and regulations of the State of New Hampshire Public Utilities Commission, to ensure the supply of natural gas at retail in accordance with contracts, agreements or arrangements.

NOW THEREFORE, if the Principal shall, during the period commencing on the aforesaid date, faithfully observe and honestly comply with such rules, regulations and statutes that are applicable to natural gas supplier license in New Hampshire and fulfils its obligation to pay the Gross Receipts Tax to the State, and to deliver natural gas at retail in accordance with contracts, agreements and arrangements, require the execution of this bond, then this obligation shall become void and of no effect.

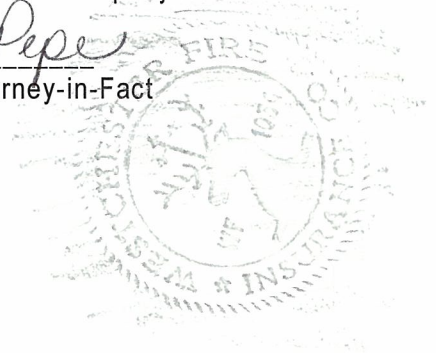
PROVIDED, the Surety may terminate its future liability under this bond sixty (60) days after furnishing written notice of such intention to terminate, to State of New Hampshire, Public Utilities Commission, 21 S. Fruit St., Suite 10 Concord NH 03301. This termination shall not affect the liability of the Surety and the Principal for any liability incurred for the Principal prior to the effective date of termination.

South Jersey Energy Company

By: David Robbins  
Treasurer

Westchester Fire Insurance Company

By: Gina M. Pepe  
Gina M. Pepe, Attorney-in-Fact





# Power of Attorney

## WESTCHESTER FIRE INSURANCE COMPANY

Know all men by these presents: That WESTCHESTER FIRE INSURANCE COMPANY, a corporation of the State of New York, having its principal office in the City of Atlanta, Georgia pursuant to the following Resolution, adopted by the Board of Directors of the said Company on December 11, 2006, to wit:

"RESOLVED, that the following authorizations relate to the execution, for and on behalf of the Company, of bonds, undertakings, recognizances, contracts and other written commitments of the Company entered into the ordinary course of business (each a "Written Commitment"):

- (1) Each of the Chairman, the President and the Vice Presidents of the Company is hereby authorized to execute any Written Commitment for and on behalf of the Company, under the seal of the Company or otherwise.
- (2) Each duly appointed attorney-in-fact of the Company is hereby authorized to execute any Written Commitment for and on behalf of the Company, under the seal of the Company or otherwise, to the extent that such action is authorized by the grant of powers provided for in such persons written appointment as such attorney-in-fact.
- (3) Each of the Chairman, the President and the Vice Presidents of the Company is hereby authorized, for and on behalf of the Company, to appoint in writing any person the attorney-in-fact of the Company with full power and authority to execute, for and on behalf of the Company, under the seal of the Company or otherwise, such Written Commitments of the Company as may be specified in such written appointment, which specification may be by general type or class of Written Commitments or by specification of one or more particular Written Commitments.
- (4) Each of the Chairman, the President and Vice Presidents of the Company is hereby authorized, for and on behalf of the Company, to delegate in writing any other officer of the Company the authority to execute, for and on behalf of the Company, under the Company's seal or otherwise, such Written Commitments of the Company as are specified in such written delegation, which specification may be by general type or class of Written Commitments or by specification of one or more particular Written Commitments.
- (5) The signature of any officer or other person executing any Written Commitment or appointment or delegation pursuant to this Resolution, and the seal of the Company, may be affixed by facsimile on such Written Commitment or written appointment or delegation.

FURTHER RESOLVED, that the foregoing Resolution shall not be deemed to be an exclusive statement of the powers and authority of officers, employees and other persons to act for and on behalf of the Company, and such Resolution shall not limit or otherwise affect the exercise of any such power or authority otherwise validly granted or vested.

FURTHER RESOLVED, that the Resolution of the Board of Directors of the Company adopted at the meeting held on November 8, 1999 relating to the authorization of certain persons to execute, for and on behalf of the Company, Written Commitments and appointments and delegations, is hereby rescinded.

Does hereby nominate, constitute and appoint Anna Everly, Gina M Pepe, Joseph T Catania, Richard G Anderson, all of the City of WILMINGTON, Delaware, each individually if there be more than one named, its true and lawful attorney-in-fact, to make, execute, seal and deliver on its behalf, and as its act and deed any and all bonds, undertakings, recognizances, contracts and other writings in the nature thereof in penalties not exceeding Five million dollars & zero cents (\$5,000,000.00) and the execution of such writings in pursuance of these presents shall be as binding upon said Company, as fully and amply as if they had been duly executed and acknowledged by the regularly elected officers of the Company at its principal office,

IN WITNESS WHEREOF, the said Stephen M. Haney, Vice-President, has hereunto subscribed his name and affixed the Corporate seal of the said WESTCHESTER FIRE INSURANCE COMPANY this 24 day of November 2010.

WESTCHESTER FIRE INSURANCE COMPANY



*Stephen M. Haney*  
Stephen M. Haney, Vice President

COMMONWEALTH OF PENNSYLVANIA  
COUNTY OF PHILADELPHIA ss.

On this 24 day of November, AD. 2010 before me, a Notary Public of the Commonwealth of Pennsylvania in and for the County of Philadelphia came Stephen M. Haney, Vice-President of the WESTCHESTER FIRE INSURANCE COMPANY to me personally known to be the individual and officer who executed the preceding instrument, and he acknowledged that he executed the same, and that the seal affixed to the preceding instrument is the corporate seal of said Company; that the said corporate seal and his signature were duly affixed by the authority and direction of the said corporation, and that Resolution, adopted by the Board of Directors of said Company, referred to in the preceding instrument, is now in force.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal at the City of Philadelphia the day and year first above written.



COMMONWEALTH OF PENNSYLVANIA  
NOTARIAL SEAL  
KAREN E. BRANDT, Notary Public  
City of Philadelphia, Phila. County  
My Commission Expires September 26, 2014

*Karen E. Brandt*  
Notary Public

I, the undersigned Assistant Secretary of the WESTCHESTER FIRE INSURANCE COMPANY, do hereby certify that the original POWER OF ATTORNEY, of which the foregoing is a substantially true and correct copy, is in full force and effect.

In witness whereof, I have hereunto subscribed my name as Assistant Secretary, and affixed the corporate seal of the Corporation, this 19 day of January 2011



*William L. Kelly*  
William L. Kelly, Assistant Secretary

THIS POWER OF ATTORNEY MAY NOT BE USED TO EXECUTE ANY BOND WITH AN INCEPTION DATE AFTER November 24, 2012.



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**WESTCHESTER FIRE INSURANCE COMPANY****FINANCIAL STATEMENT****DECEMBER 31, 2009****ADMITTED ASSETS**

BONDS	\$2,060,239,269
SHORT - TERM INVESTMENTS	21,402,589
STOCKS	0
REAL ESTATE	0
CASH ON HAND AND IN BANK	5,053
PREMIUM IN COURSE OF COLLECTION*	106,852,028
INTEREST ACCRUED	18,645,574
OTHER ASSETS	252,407,271
TOTAL ASSETS	<u>\$2,459,551,784</u>

**LIABILITIES**

RESERVE FOR UNEARNED PREMIUMS	\$284,403,553
RESERVE FOR LOSSES	1,226,008,303
RESERVE FOR TAXES	1,902,245
FUNDS HELD UNDER REINSURANCE TREATIES	0
OTHER LIABILITIES	139,987,368
TOTAL LIABILITIES	<u>1,652,301,469</u>


CAPITAL: 928,592 SHARES, \$4.85 PAR VALUE	4,503,671
CAPITAL: PAID IN	187,844,877
AGGREGATE WRITE-INS FOR SPECIAL SURPLUS FUNDS	85,912,680
SURPLUS (UNASSIGNED)	528,989,087
SURPLUS TO POLICYHOLDERS	<u>807,250,315</u>
TOTAL	<u>\$2,459,551,784</u>

(\*EXCLUDES PREMIUM MORE THAN 90 DAYS DUE.)

**STATE OF PENNSYLVANIA****COUNTY OF PHILADELPHIA**

John P. Taylor, being duly sworn, says that he is Vice President of Westchester Fire Insurance Company and that to the best of his knowledge and belief the foregoing is a true and correct statement of the said Company's financial condition as of the 31 st day of December, 2009.

Sworn before me this 12th March 2010

  
\_\_\_\_\_  
Vice President

  
\_\_\_\_\_  
Notary Public

August 8, 2011  
My commission expires

COMMONWEALTH OF PENNSYLVANIA  
Notarial Seal  
Diane Wright, Notary Public  
City of Philadelphia, Philadelphia County  
My Commission Expires Aug. 8, 2011  
Member, Pennsylvania Association of Notaries