



## Proactively Manage Natural Gas Commodity Costs

### Minimize Volatile Pricing (MVP)

#### Strategic NYMEX Management

For over 20 years, Constellation's customers have been utilizing the Minimize Volatile Pricing (MVP) program to manage market risks. The MVP program focuses on the commodity component—the greatest portion of a customer's total gas cost—to achieve a more stable price. This program uses time diversification principles to make smaller purchases over time to reduce volatility and proactively manage price risk.

The objective of MVP is not to beat the market, but rather to make strategic purchases to avoid its extremes. Instead of locking in commodity costs all on one day, customers can take advantage of opportunities to reduce uncertainty over time.

#### How MVP Works

MVP takes an algorithmic approach to manage the commodity piece of your physical natural gas supply. The market changes every day—and no one can predict exactly when it will rise or fall. Instead of trying to control the market, MVP channels its

unpredictability by creating structure around your purchasing method. It also allows customers to lock in prices while still having the ability to capture cost reductions in a falling price market. By aiming for more consistent prices over time, you can help smooth the curves of an ever-changing market and increase long-term budget certainty with exponential smoothing over time.

An additional benefit is that MVP can be used with other price-locking and/or spot market tactics to create a diversified risk management plan for gas procurement.

While MVP makes purchases every few weeks, you can dedicate your time to other important aspects of your business and still maintain control of the system. You have the option to turn off the automated purchases to lock in a price for the rest of the program's volume at any time, and can access transparent monthly reports through our online portal to see directly how MVP is performing for you.

## Benefits

- Enhances volatility protection
- Eliminates guesswork and creates structure for your budget planning
- Proactively manages NYMEX exposure to avoid market price extremes
- Reduces anxiety over making buying decisions at the right time by managing the market
- Makes smaller natural gas buys over time to take advantage of market opportunities
- Provides a dedicated account team and market experts to help you implement your risk management strategy

## Ideal for Customers Seeking:

- Flexible price-locking strategies that are simple and transparent
- Innovative and time-tested risk management
- Portfolio diversification and analysis

## Products to Help You Buy, Manage and Use Your Energy

### Electricity

- Fixed Price Solutions
- Secured Solutions
- Flexible Index Solutions
- Block Solutions
- Peak Load Management
- Minimize Volatile Pricing (MVPe) Program
- Information to Implementation (i2i)
- Transparency Product

### CPower Load Response

- Automated Load Control
- Demand Response
- Ancillary Services
- Economic Programs

### Onsite Generation

- Solar Solutions
- Fuel Cells
- Batteries & Storage
- Back-up/Emergency Generation
- Cogeneration
- District Energy Systems & Operations

### Natural Gas

- SmartPortfolio Program
- Minimize Volatile Pricing (MVP) Program
- EnerPro/Energy Manager
- Fixed Price
- Fixed Basis
- Index

### Renewable Energy

- Solar
- Renewable Energy Certificates (RECs)
- Generation Development

### Energy Efficiency

- HVAC Infrastructure
- Building Automation & Analytics
- Lighting & Controls
- Water Conservation
- Retro-Commissioning
- Measurement & Verification (M&V) Services
- Efficiency Made Easy

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