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Facsimile Cover Sheet

Date: August 22, 2017

To: Board Secretary, Ontario Energy Board; Regulatory Affairs, Union
Gas Limited, Attention: Angela Hale

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Pages: including cover page (4)

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Re: Please find enclosed correspondence from Mr. Achiel Kimpe. Copies have also been sent by email and regular mail.

Thank you,

Anthony Rizzetto
Office of MPP Bob Bailey,
Sarnia-Lambton

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To ONTARIO ENERGY BOARD
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TORONTO ONT.
M4P 1E4

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ATT.: BOARD SECRETARY

CORUNNA AUG, 21, 2017

RE.: EB. 2016-0030

DEAR MADAM,

THIS IS IN COMPLIANCE TO THE BOARD'S PROCEDURAL ORDER N° 2
OF JULY, 28, 2017

1) THE METHODOLOGY FOR CALCULATING STORAGE COMPENSATION
IN AN INTEGRATED GAS STORAGE BUSINESS (AS IT IS) WOULD
BE FOR ME BEFORE DEC, 31, 2016 BE BASED ON THE
STORAGE SPACE IN THE BENTPATH CAVERN, VOLUME.
SO MUCH \$ FOR EVERY M³ OF STORAGE SPACE I OWN

PLEASE REFER TO MY LETTER DATED JULY, 24, 2017
AS TO WHAT I WANT FOR MY DUE COMPENSATION
UP TO DEC, 31, 2016

My opinion about capacity is as follows when Union puts on "cosmetics" on the cavern NL. additional wells, deltapressurizing etc. etc. that is to improve the quality of deliverability and to increase the amount of gas they can put in storage and that has nothing to do with the rate set per M³ for rental of the storage space

However caution should be taken, Union should be liable for damages to the cavern

Based on this above, effective January, 1, 2017 I claim a yearly standard royalty of 1/8, which is common in the gas & oil industry, on the profits Union is making by using my part of the Bertrath cavern.

This increases the return of Union's investments and should be taken in consideration.

The only document that exist that puts forward the value of storage caverns is the

"The Storage Development Task Force Report" (The "Report") which was prepared in April 1987 by J.C. Hunter and filed in Chatham Ont. in the County of Kent on the 21st day of Feb. 1989

(File No 343/88). This document was not available in the hearings of E.D.O. 64 (1) & (2) as no one had done a serious valuation of storage caverns.

1 FURTHER CLAIM A ROYALTY OF $\frac{1}{8}$ IN THE EVENT SHOULD UNION SELL OR LEASE MY STORAGE SPACE, BE IT BY WAY OF SELLING UNION GAS AS A WHOLE OR TO ANY ONE PRIVATE OR TO A PUBLIC UTILITY

2) I CLAIM FULL RETROACTIVE COMPENSATION FROM THE FIRST DAY GAS WAS STORED IN THE CAVERN IN 1974 PLUS INTEREST AND COSTS PRIOR TO DEC, 31, 2016.

FROM MY FIRST PARTLY PAYMENT CHECK IN 1974 I HAVE ENDORSED (ON THE ADVICE OF THE LATE J. GIFFEN) ALL THESE CHECKS ON THE BACK "ACCEPTED ONLY AS A PARTLY PAYMENT ON ACCOUNT" (MISSED ONE)

C.C. UNION GAS

RESPECTFULLY

Achiel Kimpe

From
= Achiel Kimpe
521 PARKDALE CR.
CORUNNA ONT.
N0N1B0

P.S.

HARD COPY TO FOLLOW
BY REGULAR MAIL

A.K.