Blakes-

Blake, Cassels & Graydon LLP Barristers & Solicitors Patent & Trade-mark Agents 199 Bay Street Suite 2800, Commerce Court West Toronto ON M5L 1A9 Canada Tel: 416-863-2400 Fax: 416-863-2653

April 6, 2009

Sharon Wong Dir: 416-863-4178 sharon.wong@blakes.com

Reference: 9483/3651

Ms. Kirsten Walli Board Secretary Ontario Energy Board P.O. Box 2319 2300 Yonge Street Toronto, Ontario M4P 1E4

Dear Ms. Walli:

Re: Union's Application for Designation of the Heritage Gas Storage Pool, EB-2008-0405

Dear Ms. Walli:

I am writing as counsel for Union Gas Limited (Union) to provide Union's submissions in support of its application EB-2008-0405.

Union submits that the evidence in this matter, including the pre-filed evidence of Union, the written answers to the Technical Conference Written Questions from Board Staff, the information presented by Union during the Technical Conference on March 31, 2009, and the three undertakings given by Union at that Technical Conference, amply demonstrates that all of the questions set out in the Issues List should be answered in the affirmative and that it would be in the public interest for the Board to grant the orders requested in Union's application.

The Ministry of Natural Resources (MNR) was represented at the Technical Conference. At the request of MNR, Union provided the following undertakings:

- 1) to update, before first injection, Union's operating procedures and emergency manuals to take into account Union's operations at the Heritage Gas Storage Pool and to provide notice to the MNR and to the Board once the update has been completed; and
- 2) to work with the MNR on the creation of a one or two page handout that could be provided to the public that provides information that would be useful to the public in case of an emergency, such as emergency contact telephone numbers.

MONTRÉAL OTTAWA TORONTO CALGARY VANCOUVER NEW YORK CHICAGO LONDON BEIJING **blakes.com**



Subject to Union complying with those undertakings, Union understands that MNR has no objections to the Board granting the requested orders. No other party has raised any concerns about the requested orders.

Union undertook to provide formal notice of the proceedings to the Ministry of Transportation (MTO). Union complied with this undertaking on April 1, 2009, by couriering a copy of Union's Application, the Board's Notice of Application and the Procedural Orders to the MTO's OPCC representative and also to the MTO representative who Union has been dealing with in respect of this project. A copy of the covering letter to MTO is enclosed.

Accordingly, Union requests that the Board grant the orders as applied for in Union's Application dated December 18, 2008.

Yours truly,

Sharon Wong

Shuon Ulmay

encl.

c: Ljuba Cochrane Zora Crnojacki All Intervenors

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April 1, 2009

By email & regular mail

Ministry of Transportation 301 St. Paul Street, 2nd Floor St. Catharines, Ontario. L2R 7R4

Attention: Mr. Doug Peeling

Dear Sir:

RE: Heritage Storage Pool

Union Gas Limited (Union) is proposing to develop a natural Gas Storage Pool in St. Clair Township north of Wallaceburg. A small portion of the proposed storage area will be under Highway 40 in Lot 6 Concession 15 of the former township of Sombra.

For your information I am enclosing a copy of Union's application to the Ontario Energy Board (OEB) and the notice of application and the procedural orders which were issued by the OEB. Unfortunately, the Ministry of Transportation was not provided with this material earlier as a result of an oversight. Union committed to provide the Ministry of Transportation with the notice of application at a technical conference convened by the OEB on March 31, 2009.

Mr. Bruce Elliott from ELS and Company (ELS) has been in contact with your London office regarding this project. A copy of his letter dated March 24th, 2009 is attached hereto. ELS have been retained by Union to obtain the necessary land rights for the proposed storage facility.

If you have any questions or concerns regarding the project please contact ELS or myself.

Sincerely,

William Wachsmuth

Senior Administrator, Regulatory Projects

:mjp Encl.

cc. Klazina (Ina) Smit - klazina smith@ontario.ca

ONTARIO ENERGY BOARD

IN THE MATTER OF the Ontario Energy Board Act. 1998, S.O. 1998, c.15, Schedule B; and in particular sections 36.1(1), 38(1) and 40(1) thereof.

AND IN THE MATTER OF an Application by Union Gas Limited for a regulation designating the area known as the Heritage Pool. in the Township of St. Clair (Geographic Township of Sombra), in the County of Lambton, as a gas storage area;

AND IN THE MATTER OF an Application by Union Gas Limited for authority to inject gas into, store gas in and remove gas from the Heritage Pool, and to enter into and upon the lands in the said area and use the said lands for such purposes;

AND IN THE MATTER OF an Application by Union Gas Limited to the Ministry of Natural Resources for licences to drill wells in the said area;

UNION GAS LIMTED

- 1. Union Gas Limited (the "Applicant") seeks to designate and develop a gas reservoir as a gas storage pool for service in 2009 (the "Heritage Pool") in order to meet increased customer demands for underground gas storage.
- 2. The Applicant hereby applies to the Board pursuant to Section 36.1 of the Ontario Energy Board Act (the "Act"), for an order designating the area containing a gas reservoir known as the Heritage Pool being located on part of Lots 6, 7, and 8, Concession 14 and part of Lots 6, 7 and 8, Concession 15, in the Township of St. Clair (Geographic Township of Sombra) all in the County of Lambton, as a gas storage area (hereinafter referred to as the "Heritage Pool").
- 3. The Applicant also applies to the Board pursuant to section 38(1) of the Act for an order granting the right to inject gas into, store gas in and remove gas from the Heritage Pool, and enter into and upon the lands in the area for such purposes.
- 4. Pursuant to section 40(1) of the Act, the Applicant seeks a favourable report from the Board to the Ministry of Natural Resources to which Union has applied for licences to drill two (2) injection/withdrawal wells within the proposed designated storage areas of the Heritage Pool
- 5. Attached hereto as Schedule "A" is the description of the lands within the Heritage Pool for which designation is sought.

- 6. Attached hereto as Schedule "B" is a map showing the general location of the proposed designated storage areas for the Heritage Pool, the proposed gathering pipelines, and the proposed transmission pipelines.
- In order to meet the proposed in-service date for the Heritage Pool, Union Gas Limited must order
 pipeline and station equipment in early 2009. The Applicant therefore applies to the Board for a timely
 approval of this Application.

Dated at the Municipality of Chatham-Kent, Ontario this 18th day of December, 2008.

UNION GAS LIMITED

er Dan Jones

Associate General Counsel for Union Gas Limited

Comments respecting this Application should be directed to:

Dan Jones

Associate General Counsel Union Gas Limited 50 Keil Drive North

Chatham, Ontario

N7M 5M1

dxjones1@uniongas.com

Telephone: (519)-436-5396

Facsimile: (519) 426-5218

Mark A. Murray

Manager, Regulatory Projects & Lands Acquisitions

Union Gas Limited 50 Keil Drive North Chatham, Ontario

N7M 5M1

mmurray@spectraenergy.com

Telephone: (519) 436-4601

Facsimile: (519) 436-4641

Metes and Bounds Description of the DSA

All and Singular that certain parcel or tract of land and premises, situate, lying and being in the Township of St. Clair, (Geographic Township of Sombra), in the County of Lambton and being composed of:

Firstly:

The North ¼ of Lots 6, 7 and 8, Concession 14 more particularly described as follows:

Commencing at the northeasterly corner of Lot 8, Concession 14;

Thence westerly along the southerly limit of Stanley Line a distance of 1810.5 meters more or less to a point being the northwest corner of Lot 6, Concession 14;

Thence southerly along the easterly limit of Lot 8, Concession 14 a distance of 335.3 meters more or less to the line between the north 1/4 and the south 3/4 of Lot 6, Concession 14;

Thence easterly along the line between the north ¼ and the south ¾ of Lots 6, 7 and 8, Concession 14 a distance of 1810.5 meters more or less to the Lot line between Lots 8 and 9 Concession 14;

Thence northerly along the westerly limit of Lot 6, Concession 14 a distance of 335.3 meters more or less, to the place of commencement.

Secondly:

The South ¾ of Lots 7 & 8, Concession 15 & the South ½ of Lot 6, Concession 15 more particularly described as follows:

Commencing at the southeasterly corner of Lot 8 Concession 15;

Thence westerly along the northerly limit of Stanley Line a distance of 1810.5 meters more or less to the southwest corner of Lot 6, Concession 15;

Thence northerly along the westerly limit of Lot 6, Concession 15 a distance of 670.5 meters more or less to the line between the north and south halves of Lot 6, Concession 15;

Thence easterly along said line between the north and south halves of Lot 6, Concession 15 a distance of 603.5 meters more or less to the westerly limit of Lot 7, Concession 15;

Thence northerly along the westerly limit of Lot 7, Concession 15 a distance of 335.3 meters more or less to the line between the north ¼ and the south ¾ of Lot 7, Concession 15;

Thence easterly along the limit between the north ¼ and the south ¾ of Lots 7 and 8 a distance of 1207.0 meters more or less to the easterly limit of Lot 8, Concession 15;

Thence southerly along the easterly limit of Lot 8, Concession 15 a distance of 1005.8 meters more or less to the point of beginning.



EB-2008-0405

NOTICE OF APPLICATIONS

UNION GAS LIMITED

ORDER DESIGNATING THE AREA KNOWN AS HERITAGE POOL IN THE TOWNSHIP OF ST. CLAIR (GEOGRAPHIC TOWNSHIP OF SOMBRA), COUNTY OF LAMBTON, AS A GAS STORAGE AREA

AUTHORITY TO INJECT GAS INTO, STORE GAS IN AND REMOVE GAS FROM DESIGNATED STORAGE AREA – HERITAGE POOL

LICENCE TO DRILL WELLS WITHIN THE HERITAGE POOL, IN THE TOWNSHIP OF ST. CLAIR (GEOGRAPHIC TOWNSHIP OF SOMBRA), COUNTY OF LAMBTON

Union Gas Limited ("Union" or the "Applicant") has filed applications with the Ontario Energy Board, (the "Board") dated December 19, 2008, under sections 36.1(1), 38(1) and 40(1) of the *Ontario Energy Board Act*, 1998, S.O. 1998, c.15, Schedule B that would, if granted, allow Union to develop Heritage Gas Storage Pool in the Township of St. Clair, County of Lambton, Ontario ("Heritage Pool").

The Applicant has applied to the Board for the following:

- An Order designating the area containing a gas reservoir known as the Heritage Pool located on part of Lots 6,7 and 8, Concession 14 and part of Lots 6,7 and 8, Concession 15, in the township of St. Clair (Geographic Township of Sombra) all in the County of Lambton, as a storage area pursuant to section 36.1(1) of the Act;
- Authority to inject gas into, store gas in, and remove gas from the Heritage Pool, pursuant to subsection 38(1) of the Act;

 A favourable report of the Board under subsection 40(1) of the Act, to the Minister of Natural Resources to whom Union has applied for licences to drill two
 (2) injection/withdrawal wells within the proposed Heritage Pool.

By a letter, dated January 19, 2009, the Ministry of Natural Resources, Petroleum Resources Centre, has referred to the Board, pursuant to section 40 of the Act an application by Union for licences to drill 2 injection/withdrawal wells in the proposed Heritage Pool, as follows:

- Union Heritage 1 (Horiz.#1) Sombra 7-7-XV
- Union Heritage 1 (Horiz.#2) Sombra 5-7-XV

The Applicant has proposed to develop about 0.95 Bcf of natural gas working storage space in the proposed Heritage Pool with the planned in-service date of July 2009.

The Board has assigned File No. EB-2008-0405 to this Application.

A map showing the location of the proposed wells and pipelines is included as Appendix "A" in this Notice.

How to see the Applicant's Pre-filed Evidence

Copies of the applications and the pre-filed evidence in support of the applications will be available for public inspection at the Board's offices, at the Union's office and in the case of the licences to drill wells application at the office of Petroleum Resources Centre in London (addresses below).

How to Participate

You may participate in this proceeding in one of three ways:

You may send the Board a letter of comment. Your letter may include a request to make an oral presentation to the Board, and must be received by the Board no later than **30 days** from the publication date of this notice.

You may request observer status in order to receive documents issued by the Board in the proceeding. Your request must be made by letter received by the Board no later than **10 days** from the publication date of this notice.

Your request intervenor status if you wish to actively participate in the proceeding. Your request must be made by letter of intervention received no later than **10 days** from the publication date of this notice, or, if you have been served this notice personally, no later than **10 days** from the date of service. Your letter of intervention must include a description of how you are, or may be, affected by the proceeding; and if you represent a group, a description of the group and its membership. The Board may choose to hold either a written or an oral hearing. Your letter of intervention should indicate your preference for a written or oral hearing, and the reasons for that preference. The Board may order costs in this proceeding. You must indicate in your letter of intervention whether you expect to seek costs from the applicant and the grounds for your eligibility for costs. You must provide a copy of your letter of intervention to the applicant.

Need More Information?

Further information on how to participate may be obtained by visiting the Board's Web site at www.oeb.gov.on.ca or by calling our Consumer Relations Centre at 1-877-632-2727.

How to Contact Us

In responding to this notice please reference Board file number EB-2008-0405. It is also important that you provide your name, postal address, telephone number and, if available, an e-mail addresses and fax number. All communications should be directed to the attention of the Board Secretary at the address below, and be received no later than **4:45 p.m. on the required date**.

For your convenience, the Board accepts letters of comment by either post or e-mail. Our e-mail address is Boardsec@oeb.gov.on.ca. Please include the application file reference number in the subject line of your e-mail.

Letters of intervention must be sent to the Board by regular mail to the address below. Please remember that you must send a copy of your request for intervention to the Applicant at the address listed below.

IMPORTANT

IF YOU DO NOT REQUEST TO PARTICIPATE IN ACCORDANCE WITH THIS NOTICE, THE BOARD MAY PROCEED IN YOUR ABSENCE AND YOU WILL NOT BE ENTITLED TO ANY FURTHER NOTICE OF THESE PROCEEDINGS.

<u>Addresses</u>

Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto ON M4P 1E4

Attention: Ms. Kirsten Walli Board Secretary

Tel: 1-888-632-6273 (toll free)

Fax: 416 440-7656

Petroleum Resources Centre Ministry of Natural Resources 659 Exeter Road London, ON N6E 1L3

Attention: Mr. Dan Elliot Manager

Tel: 519-873-4635 Fax: 519-873-4645

Union Gas Limited P.O. Box 2001 50 Keil Dr. N. Chatham, Ontario N7M 5M1

Attention: Mr. Mark A. Murray

Manager, Regulatory Projects

and Land Acquisition

e-mail: mmurray@spectraenergy.com

Tel: 519 436-4601 Fax: 519 436-4641

Union Gas Limited P.O. Box 2001 50 Keil Dr. N. Chatham, Ontario N7M 5M1

Attention: Mr. Dan Jones

Associate General Counsel

e-mail: dxjones1@spectraenergy.com

Tel: 519 436-5396 Fax: 519 436-5218

DATED at Toronto, January 27, 2009

ONTARIO ENERGY BOARD

Original signed by

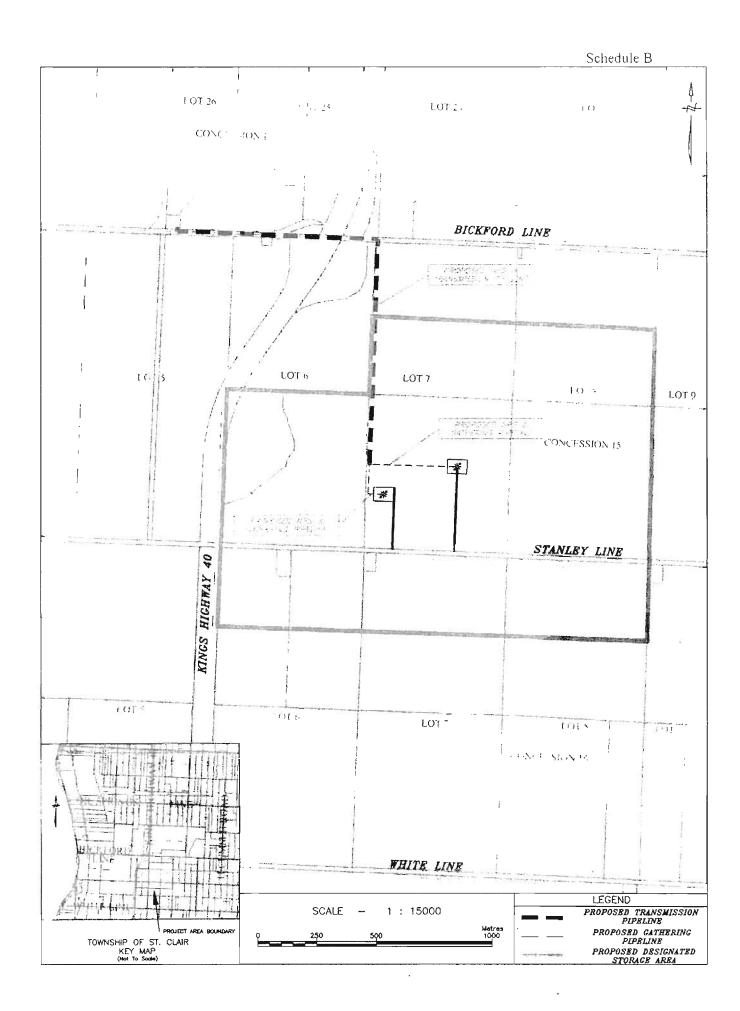
Kirsten Walli Board Secretary

APPENDIX A

Map showing the location of the proposed pipelines and wells

Union Gas Limited EB-2008-0405

January 27, 2009





EB-2008-0405

IN THE MATTER OF the *Ontario Energy Board Act, 1998,* S.O. 1998, c.15, Schedule B; and in particular sections 36.1(1), 38(1), 40(1) thereof;

AND IN THE MATTER OF an application by Union Gas Limited for an Order designating the area known as the Heritage Gas Storage Pool, in the Geographic Township of St. Clair in the County of Lambton, as a gas storage area;

AND IN THE MATTER OF an application by Union Gas Limited for authority to inject gas into, store gas in and remove gas from the areas designated as the Heritage Gas Storage Pool, and to enter into and upon the lands in the said areas and use the said lands for such purposes;

AND IN THE MATTER OF an application Union Gas Limited to the Ministry of Natural Resources for a license to drill wells in the said areas.

PROCEDURAL ORDER No. 1

Union Gas Limited ("Union" or the "Applicant") has filed applications with the Ontario Energy Board, (the "Board") dated December 19, 2008, under sections 36.1(1), 38(1) and 40(1) of the *Ontario Energy Board Act*, 1998, S.O. 1998, c.15, Schedule B that would, if granted, allow Union to develop Heritage Gas Storage Pool in the Township of St. Clair, County of Lambton, Ontario ("Heritage Pool").

The Applicant has applied to the Board for the following:

- An Order designating the area containing a gas reservoir known as the Heritage
 Pool located on part of Lots 6,7 and 8, Concession 14 and part of Lots 6,7 and 8,
 Concession 15, in the Township of St. Clair (Geographic Township of Sombra) all
 in the County of Lambton, as a storage area pursuant to section 36.1(1) of the
 Act;
- Authority to inject gas into, store gas in, and remove gas from the Heritage Pool, pursuant to subsection 38(1) of the Act;
- A favourable report of the Board under subsection 40(1) of the Act, to the
 Minister of Natural Resources to whom Union has applied for licences to drill two
 (2) injection/withdrawal wells within the proposed Heritage Pool.

The Notice of Application was issued on January 27, 2009. The Applicant served and published the Notice of Application as directed by the Board.

The registered intervenors in the proceeding are the MNR and Enbridge Gas Distribution Inc. ("EGDI"). An Intervener List with contact information, including the Applicant's information is attached as Appendix "A" to this Procedural Order.

No party requested an oral hearing. The Board has decided to proceed with a written hearing initially, but may hold an oral hearing if circumstances require it later.

The Board considers it necessary to make provision for the following procedural matters.

THE BOARD ORDERS THAT:

- 1. The Applicant, Board Staff and Intervenors may file any comments on the Proposed Issues List, attached in the Appendix "B", by **Monday, March 16, 2009**.
- 2. A Technical Conference will be held at 2300 Yonge Street, 25th floor, Toronto, Ontario in the Board's West Hearing Room. The Technical Conference will commence on Tuesday, March 31, 2009 at 9:30 a.m. To facilitate the process, parties to the proceeding who are seeking additional information on the evidence filed with the Board, and that is relevant to the hearing, may submit questions in writing and file these questions with the Board and deliver them to the Applicant and the intervenors by Monday, March 23, 2009. The Technical Conference will be transcribed and will form part of the public record.
- 3. The Applicant may file argument-in-chief on or before Monday, April 6, 2009.
- 4. Board Staff may file argument on or before **Monday**, **April 13**, **2009**.
- 5. Intervenors may file final arguments on or before Monday, April 20, 2009.
- 6. The Applicant may file reply argument on or before Friday, April 24, 2009.

All filings to the Board must quote file number EB-2008-0405, and consist of an electronic copy in searchable / unrestricted PDF format filed through the Board's web portal at www.errr.oeb.gov.on.ca, and three paper copies sent to the address below. Filings must clearly state the sender's name, postal address and telephone number, fax number and e-mail address. Please use the document naming conventions and document submission standards outlined in the RESS Document Guideline found at www.oeb.gov.on.ca. If the web portal is not available you may email your document to BoardSec@oeb.gov.on.ca.

All communications should be directed to the attention of the Board Secretary at the address below, and be received no later than 4:45 p.m. on the required date.

Parties must also include the Case Manager, Ms. Zora Crnojacki zora.crnojacki@oeb.gov.on.ca and Board Counsel, Ms. Ljuba Cochrane ljuba.cochrane@oeb.gov.on.ca on all electronic correspondence related to this case.

DATED at Toronto March 12, 2009 **ONTARIO ENERGY BOARD**

Original signed by

Kirsten Walli Board Secretary Appendix A to Procedural Order No. 1

EB-2008-0405

List of Intervenors

Union Gas Limited EB-2008-0405

APPLICANT & LIST OF INTERVENORS

March 12, 2009

APPLICANT

Rep. and Address for Service

Union Gas Limited

Patrick McMahon Manager, Regulatory Research and Records Union Gas Limited 50 Keil Drive North, P.O. Box 2001 Chatham, ON N7M 5M1

Tel: 519-436-5325 Fax: 519-436-4641

Email: pmcmahon@uniongas.com

Dan Jones Union Gas Limited 50 Keil Drive North Chatham ON N7M 5M1

Tel: 519-436-5396 Fax: 519-436-5218

Email: dxjones1@unionqas.com

Mark Murray Union Gas Limited 50 Keil Drive North, P.O. Box 2001 Chatham ON N7M 5M1

Tel: 519-436-4601 Fax: 519-436-4641

Email: mmurray@spectraenergy.com

Sharon Wong Union Gas Limited

199 Bay Street, 28th Floor Commerce Court

Toronto ON M5L 1A9

Tel: 416-863-4178 Fax: 416-863-2653

Email: sharon.wonq@blakes.com

INTERVENORS

Rep. and Address for Service

Enbridge Gas Distribution Inc.

Bonnie Adams Assistant Regulatory Coordinator

P.o. Box 650

Scarborough ON M1K 5E3

Tel: 415-495-6409 Fax: 416-495-6072

Email: EGDRequlatoryProceedings@enbridge.co

Ministry of Natural Resources

Demetrius Kappos Counsel 99 Wellesley St. W., Rm 3420 Toronto ON M7A 1W3

Tel: 416-314-2007 Fax: 416-314-2030

Email: demetrius.kappos@ontario.ca

Dan Elliott Manager 659 Exeter Rd. London ON N6E 1L3

Tel: 519-873-4634 Fax: 519-873-4634 Email: dan.elliott@ontario.ca

Jug Manocha Caverns& Storage Engineer

659 Exeter Road London ON N6E 1L3

Tel: 519-873-4637

Fax: 519-873-4645 Email: jug.manocha@mnr.qov.on.ca Appendix B to Procedural Order No. 1

EB-2008-0405

Proposed Issues List

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EB-2008-0405 Proposed Issues List

1. Designation of the Gas Storage Pool

- 1.1. Is the underlying geological formation appropriate for storage operations?
- 1.2. Is the tract of land to be designated appropriately bound and sized to provide for safe operation of the storage pool?
- 1.3. Does the applicant have the necessary leases and agreements with the directly affected landowners?
- 1.4. Have all Aboriginal Peoples whose existing or asserted Aboriginal or treaty rights may be affected by the proposed Heritage Pool been identified, have appropriate consultations been conducted with these groups, and if necessary, have appropriate accommodations been made with these groups?
- 1.5. Is there a need for this incremental storage capacity in Ontario?
- 2. Authorization to Inject, Store and Withdraw
 - 2.1. Is the applicant a capable prospective storage operator in terms of technical and financial capabilities to develop and operate the proposed storage facilities?
 - 2.2. Will the appropriate safety requirements for proposed injection/withdrawal activities be ensured in accordance with all relevant codes and standards?
 - 2.3. Is the proposed maximum operating pressure safe?
 - 2.4. What are the potential impacts of injection/withdrawal activities on the integrity of the gas storage pool?
 - 2.5. Is the applicant appropriately accountable and for losses or damages caused by its activities? In particular, will the appropriate insurance coverage be in effect prior to construction/operation commencement?

3. Well Drilling Licence

- 3.1. Does the geological evidence support the proposed well locations and drilling programs?
- 3.2. Are the proposed storage wells appropriately designed? Are construction and maintenance plans in order?

- 3.3. Does the applicant have the technical capability to conduct the drilling in accordance with applicable standards and codes?
- 3.4. Does the applicant propose an appropriate program to mitigate the environmental impacts and impacts on directly affected properties?

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24th March 2009

Ministry of Transportation Engineering Office Property Section Southwestern Region 659 Exeter Road London, Ontario N6E 1L3

Attn: Klazina (Ina) Smit

Dear Ina.

Re: Sombra Township, Lot 6 Concession 15

Further to our earlier correspondence, Union Gas Limited is proposing to create a Designated Storage Unit for the purposes of storing Natural Gas in the area of Highway 40, Sombra Township, Lot 6 Concession 15. In order to move ahead with our development program we must lease all of the lands or portions of lands within the boundary of the proposed unit. You have lands within that area.

The area of interest is quite small, 5 acres more or less in total, but we must lease the entire area and thus we must lease your parcel as well. This is an area under Highway 40 roadway and the right of way. I am enclosing a map of the area to indicate where the parcel is located. I am also enclosing copies of our proposed Petroleum and Natural Gas Lease and Grant and our proposed Gas Storage Lease Agreement. These are standard documents with standard terms.

The reason that we are asking you to sign a Petroleum and Natural Gas Lease and Grant and the Gas Storage Lease Agreement is to provide us with a standard document that the Energy Board will recognize as being similar or the same as the documents that everyone else signed in the area and at the same terms.

I trust that the enclosed is in order and meets with your approval. If there is anything that I can help you with please do not hesitate to call. I understand fully, as was explained, that there is a review process and an approval process and that the process moves at a steady pace. As always in a development of this nature time is of the essence and we require a reply of some nature from your office stating that you have received our materials and that the process has begun. If you could fax my office a statement of that nature it would be greatly appreciated.

Yours truly,

ELS and Company Inc.

C. Bruce Elliott
Vice President