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July 24, 2009

Ms. Kirsten Walli
Secretary
Ontario Energy Board
Suite 2700, 2300 Yonge Street
P.O. Box 2319
Toronto, ON
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Dear Ms. Walli:

EB-2009-0149 – Niagara-on-the-Lake Hydro Inc. – RTS Connection Rate Reduction and Rate Rider Application – Stanley TS Bypass Settlement Negotiations – Request for Further Extension

Further to our joint letter dated July 14, 2009, and the Board's subsequent letter dated July 16, 2009, in this matter, Hydro One Networks Inc. and Niagara-on-the-Lake Hydro Inc. are pleased to inform the Board that discussions and information exchange continued over the past week. We believe that sufficient additional progress has been made to warrant a request for a further extension which would allow the parties to complete their negotiations and then prepare and execute a settlement agreement.

We therefore respectfully request the Board to grant a further extension to the deadline to August 7, 2009, for reporting back to the Board on the status of the settlement discussions. The parties are hopeful that no further requests for extension will be necessary.

Sincerely,

ORIGINAL SIGNED BY JIM HUNTINGDON

Jim Huntingdon
President
Niagara-on-the-Lake Hydro Inc.

ORIGINAL SIGNED BY SUSAN FRANK

Susan Frank
Vice President and Chief Regulatory Officer
Hydro One Networks Inc.