

Toronto-Dominion Centre TD Waterhouse Tower 79 Wellington Street West Suite 2300, P.O. Box 128 Toronto, Ontario M5K 1H1

Main: (416) 360-8511 Fax: (416) 360-8277

www.macleoddixon.com

Ian A. Mondrow Counsel

Direct Phone: (416) 203-4435 E-mail: ian.mondrow@macleoddixon.com

Nicki Pellegrini Regulatory Coordinator Direct Phone: (416) 203-4466 E-mail: nicki.pellegrini@macleoddixon.com

August 24, 2009

Ms. Kirsten Walli, Board Secretary **ONTARIO ENERGY BOARD** P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto ON M4P 1E4

Dear Ms. Walli,

Re: EB-2009-0257: Application by Ontario Energy Savings L.P. for Amendment of its Gas Marketer & Electricity Retailer Licences.

We write as counsel in this matter to Just Energy Ontario L.P. (Just Energy), formerly Ontario Energy Savings L.P. (OES). This letter is submitted in response to the submissions of Solmon Rothbart Goodman LLP (SRG) herein dated August 18, 2009.

The application.

OES has applied to the Board for amendment of both its gas marketer (GM-2005-0316) and its electricity retailer (ER-2005-0314) licences, to effect reissuance of the licences in its new brand name; Just Energy.

The Board issued notice of these applications on August 4th, and directed the applicant to post the Notice of Application on its website and make it available for public review at its offices. The Notice of Application provided that any written submissions on the applications were to be filed with the Board by August 18, 2009.

On August 18, 2009, Just Energy received a copy of a letter from SRG, addressed to the Board. SRG's letter states that it constitutes a "written representation in opposition to the proposed name change". No other submissions have been filed in this matter.

Just Energy's response.

SRG's main assertion seems to be that OES has a history of questionable market conduct, and the licence amendment should not be permitted by the Board as such amendment would allow Just Energy to "effectively bury its past". The implication of SRG's assertion seems to be that relicencing OES in the name Just Energy would somehow prejudice the ability of past, present or future customers to inform themselves of Just Energy's identity, offerings or consumer issues history in Ontario.

Just Energy will not, in this response, engage in detailed refutation of SRG's allegations regarding OES's market conduct (though some clarifying comments are offered at the conclusion of this letter, for the record).

Just Energy submits that granting of its application will in no way prejudice consumers, or the Board's consumer protection objectives. On the other hand, denying the application would significantly compromise Just Energy's legitimate business interests, and thus would be contrary to the public interest in a robust and transparent competitive retail energy supply market in Ontario.

No prejudice to Just Energy customers.

Just Energy could not "bury its past", even if it wanted to. This is clearly the case since:

- The Board's own public records, including this application for a licence amendment, refer to both Just Energy's new name and previous name.
- As evidenced by the corporate registrations attached to this letter, Just Energy's recent registration under the Ontario *Limited Partnerships Act* names its general partner Just Energy Corp. and Just Energy Corp.'s own Articles of Amendment list its previous name Ontario Energy Savings Corp. As the lawyers at SLG will know, conducting these corporate searches by name is a simple and straightforward matter.

In any event, not only does Just Energy not seek to "bury its past", it has in fact sought to communicate and explain its rebranding to its trade allies and the general public.

Attached is a copy of a communication by Just Energy to Enbridge Gas Distribution dated June 1, 2009, which is representative of direct communications recently sent by Just Energy to its business contacts. Also attached is a copy of the cover, and opening page, of Just Energy's recently published 2009 Annual Report. Front and centre in these materials is discussion of the drivers for Just Energy's rebranding. Those drivers are described to include:

• Consolidation of various acquired local brands into a single, consistent and distinctive brand identity across all markets. Previously OES operated under a host of brands in various jurisdictions. In the materials attached, Just Energy describes its rebranding objectives to include easier communication, to all stakeholders, of its collective financial strength and the geographic scope of its operations across North America.

¹ SRG August 18, 2009 letter, page 2, point numbered 4.

• Clarification of an evolving value proposition. In its published material Just Energy emphasizes that it has moved beyond "savings" to focus on managing energy costs and simplified consumer energy solutions. Associated with the new "Just Energy" brand is a new positioning statement - "Energy Made Easy" - to reflect the company's evolved value proposition. In considering a new brand, Just Energy was also cognizant of concerns expressed by some regulators that use of the term "savings" in the corporate name could focus potential customers on savings rather than security and simplicity. (While in each such case Just Energy satisfied the regulator's concerns, and in all cases Just Energy ensures that its materials clearly indicate that savings are not promised, the branding change eliminates any residual concerns in this respect.)

Just Energy's previous "Energy Savings" brand is expressly noted at the bottom of Just Energy's 2009 Annual Report cover. The old brand is also expressly noted on Just Energy's websites², which also display, and will continue in the normal course to display, legacy corporate materials reflecting the previous OES brand.

In short, Just Energy has attempted to publicize its rebranding, not "bury its past".

Just Energy notes that its present customers will henceforth be receiving bills with Just Energy's new name and contact number printed. There can be no issue regarding the ability of these customers to contact their contracted energy supplier.

In respect of prospective customers, if the Board determines that some action is required the Board could add a notation regarding Just Energy's previous business identity to the Board's web site listing of licenced energy retailers and/or to the Board's presentation on its website of retailer customer issues statistics. Any consumer inclined to investigate Just Energy's licence or complaint history would thus be directly informed that Just Energy previously operated as Ontario Energy Savings.

Legitimate business interests of Just Energy.

For the reasons set out above, Just Energy submits that granting this application will not prejudice Ontario energy consumers.

On the other hand, refusal of this Application would significantly prejudice the legitimate business interests of Just Energy and thereby impede robust retail energy supply competition. Just Energy respectfully submits that facilitating competition in the retail supply of energy, and in any event avoiding unnecessary regulatory barriers to such competition, is in the public interest and is equally part of the Board's mandate.

The Ontario Energy Board Act, 1998 provides³ that the Board may, on the application of any person, amend a licence if it considers the amendment to be in the public interest, having regard to the objectives of the Board and the purposes of the Electricity Act, 1998. The Board's objectives in relation to natural gas regulation include; i) the facilitation of competition in the sale of gas to users; ii) protection of the interests of consumers with respect to prices; and iii) the

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² See www.justenergy.com.

³Section 74.

promotion of communication within the gas industry and the education of consumers. The Board's objectives in relation to electricity regulation include the protection of the interests of consumers with respect to prices. The purposes of the *Electricity Act*, 1998 include: i) protection of the interests of consumers with respect to prices of electricity service; and ii) the promotion of economic efficiency in the sale of electricity.

Just Energy submits that facilitating competitive retail supply of natural gas and electricity promotes all of these objectives, and in this respect the public interest <u>favours</u> the granting of the requested licence amendments. Allowing Just Energy to adopt its consolidated brand in Ontario will allow it to better reflect its consumer value proposition and its product values. This will facilitate; i) competition in the sale of gas and electricity, and thus efficient pricing of retail gas and electricity supply in Ontario; and ii) clear communication to consumers of the nature and attributes of Just Energy's product value proposition.

As reflected in the rebranding communication materials attached and referred to above, Just Energy has made a significant investment in developing and rolling out a fresh brand. The materials reflect Just Energy's intention that its new brand engender broad consumer recognition and reflect a defined set of product values. Just Energy has to date adopted its new brand in Ontario, Quebec, Manitoba, British Columbia, Illinois, Indiana and Texas, where, subject to this application, all requisite approvals have been granted. Approval is currently pending in New York and Alberta. Rebranding a commercial operation like Just Energy's is a non-trivial task. It involves a significant investment of time, money and planning activity. Denial of this application would undermine Just Energy's extensive investment in rebranding itself across North America, and would render Just Energy's retail business in Ontario both more expensive and less effective than it would otherwise be. Fragmented branding could also result in consumer confusion. This result would be both unfair to Just Energy and contrary to the energy consuming public's interest.

Additional comments on SRG's submission.

Before concluding this response, Just Energy feels compelled to briefly comment on a few particular aspects of SRG's submissions:

1. SRG purports to advance its opposition "on behalf of a client that is in the process of preparing a complaint against OES, and all consumers of electricity in the Province of Ontario". SRG has not disclosed the identity of its client, so Just Energy is unable to address the extent to which that individual has a legitimate interest in this application (except to note that the individual in question is obviously aware of Just Energy's rebranding). In respect of the broader representation by SRG of "all consumers of electricity in the Province of Ontario", while it may be appropriate for SRG to speak for itself as a consumer of electricity, Just Energy questions SRG's authority to speak on behalf of all Ontario electricity consumers, and doubts the basis upon which SRG has informed itself of the interests of such consumers. There are many Ontario energy consumers interested in competitive retail offerings, and innovations by companies such as Just Energy in providing retail energy products. As submitted above, business evolution and product value reflective branding represent such innovations. Such innovations are in the public interest.

⁴ SRG August 18, 2009 letter, page 1, 2nd paragraph.

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- 2. SRG asserts "past convictions for fraud"⁵. This is a very serious assertion. In fact, as should have been readily apparent to SRG, OES was <u>not</u> "convicted of fraud". Rather OES was subject to administrative penalties levied by the Board for licensing violations that are alleged to have occurred more than 7 years ago. OES did not dispute the matter, but rather, without admission of wrongdoing, paid the fine. SRG's lawyers should be aware that alleging conviction for fraud where no such conviction occurred and where fraud was not criminally proven is a serious matter. Just Energy takes exception to such serious allegations, particularly on a public record.
- 3. SRG asserts a "general increase" in consumer complaints against OES regarding contract management, and that OES has "consistently" been subject to the second largest volume of consumer complaints. SRG relies on the Board's posting of statistics regarding low-volume consumer issues in support of these assertions. While Just Energy has not undertaken a detailed analysis of the data, it appears that low volume consumer issues recorded by the OEB involving OES were 2nd highest in only 4 out of the 11 quarters reported to date. Further, Just Energy assumes that SRG has appropriately considered the changing x-axis scale of these statistical summaries posted by the OEB since October 2006. Considering such scale changes, while Just Energy acknowledges an uptick in reported consumer issues in the last 2 quarters reported (ending June 30, 2009), it cannot accede to the assertion that there has been a trend of general increase over the reporting period.
- 4. SRG refers to the Ontario *Change of Name Act*, and asserts that "it may be important for the Board to appreciate...that any past criminal convictions or even criminal charges as against the individual are a mandatory consideration in deciding whether...the change of name can be granted". Just Energy notes that:
 - a. When the full *Change of Name Act* is reviewed, it is clear that the act applies only to an <u>individual</u> applying to change their name (forename, surname or both, see section 4) or the name of a child (see section 5). Ontario statutes governing corporate or business name changes include no provisions analogous to those found in the *Change of Name Act* and referenced by SRG.
 - b. While the Ontario Change of Name Act is not relevant to consideration of this application, Just Energy notes that, in any event, this act does <u>not</u> in fact require the Registrar General there under to consider the information items required pursuant to section 6(2) of the act to be included in a personal (as distinct from corporate) change of name application. Rather, section 7 of the legislation <u>requires</u> the Registrar General to register the name change providing that the application is complete, "unless the Registrar General believes on reasonable grounds that the applicant seeks the change of name for an improper purpose". Ontario courts have held that the legislation is prescriptive in requiring approval of a name change when the application requirements have been met⁷, and that the Registrar General's role is to assure compliance with the act⁸. These obligations are subject only to a finding of "improper purpose" (which Ontario courts

⁶ SRG August 18, 2009 letter, page 3, first paragraph.

⁸ Belsile v. Poole (1994), 2 R.F.L. (4th) 165, 111 D.L.R. (4th) 717 (Ont. C.J.).

⁵ SRG August 18, 2009 letter, page 2, paragraph numbered "4.".

⁷ Mitchell v. Huitema (1993) 44 R.F.L. (3d)218, 100 D.L.R. (4th) (Ont. C.J.).

have found to be in the nature of a intentional calculation to deceive or to inflict pecuniary loss⁹).

c. Despite extensive energy consumer protection provisions in relevant Ontario legislation, regulations and codes, there are no prohibitions, limitations or conditions regarding the ability of an energy retailer to change its name.

Conclusion.

Just Energy submits that SRG has raised no legitimate grounds for rejection by the Board of this application. In particular, no prejudice to the public will result from granting the application. Just Energy submits that the public interest is fully protected by the Board's application requirements and by general requirements for corporate and business name registrations in Ontario. As previously noted, a simple notation where Just Energy's name is listed on the Board's web site could allay any residual concerns if the Board deems such to be required.

In conclusion, Just Energy respectfully submits that granting of its application would be in the public interest, and requests that pursuant to section 74 of the *Ontario Energy Board Act, 1998* the Board proceed to grant the application.

ALL OF WHICH IS RESPECTFULLY SUBMITTED:

Macloed Dixon, LLP

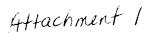
Per:

Ian A. Mondrow

Counsel for Just Energy Ontario L.P.

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⁹ Rezek, re, 1946 CarswellOnt 361 (Ont. Co. Ct.).





e345 Dive Road, Suite 200 Massissanga, Orrano, 151 (86 F 905 570 4440 F 905 570 9160 Ho@ustenergy.com

June 1, 2009

BY FAX TO: (416) 495-6334

Enbridge Gas Distribution Inc. 500 Consumers Road North York, Ontario M2J 1P8

Attention: Associate General Counsel & Corporate Secretary

RE: ENERGY SAVINGS GROUP NAME CHANGE TO JUST ENERGY

We are writing to notify you that the Energy Savings Group is rebranding to be JUST ENERGY and therefore changed the name of the Energy Savings Income Fund to Just Energy Income Fund effective on June 1, 2009. Even though we are changing our company name, we want to stress that our service, support, and long term commitment to our business partners and customers remains unchanged. All of our existing Agreements remain valid and in full force and effect.

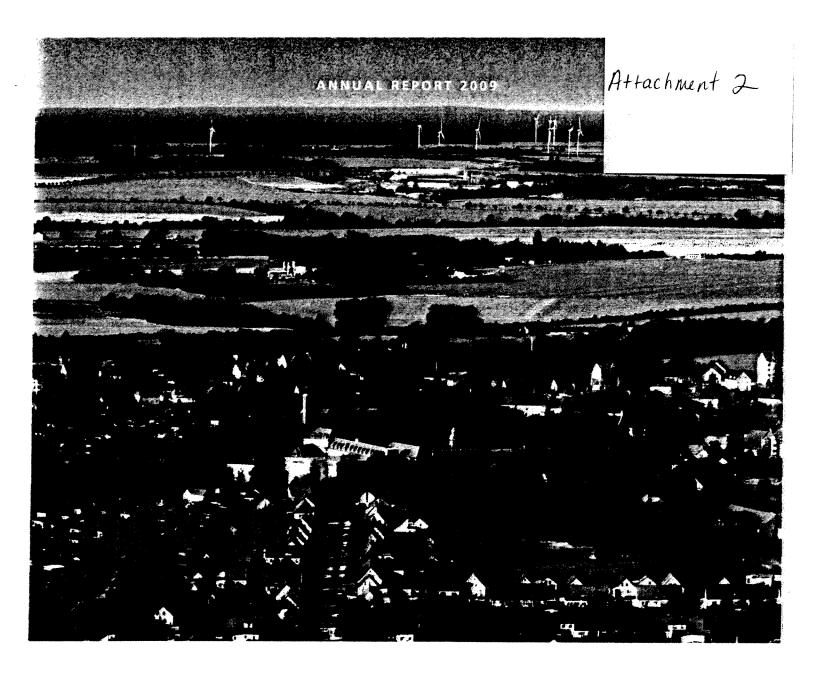
We are rebranding under the JUST ENERGY name to focus on our overall value proposition of fairness, honesty and integrity, energy market expertise, simplicity and service.

Please find attached a copy of legal documentation evidencing this name change. As applicable, we will forward evidence of our further name changes when they are complete.

For more information please visit our new website <u>justenergy.com</u>.

Yours very truly,

JUST ENERGY



SELECTION SERVICE STABILITY

IT'S WHAT WE PROVIDE



ENERGY MADE EASY

FORMERLY ENERGY SAVINGS INCOME FUND

ENERGY SAVINGS IS NOW JUST ENERGY!

When Energy Savings was founded in 1997, our name reflected an essential characteristic of our fixed-price offering. As we grew, a series of local brand identities helped facilitate entry into new markets. While this approach served us well, changes in our industry and our company have made this an excellent time to reconsider both our corporate identity and our value proposition. As a result, we are rebranding Energy Savings as Just Energy and moving forward with a single, consistent and distinctive brand identity across all markets.

As an organization, one of our competitive advantages is our relative size, strength and stability. The change to a single identity will support future growth by allowing us to more easily communicate, to all stakeholders, our collective financial strength and the positive impact we've had on consumers across North America.

The rebranding also enables us to clarify our evolving value proposition. Our increasing level of energy market expertise.— combined with a continued commitment to fairness, integrity and customer service — has taken us beyond savings. Today, our focus is on providing both residential and commercial consumers with a straightforward, worry-free way of managing energy costs — one that provides price protection and the ability to budget more effectively as well as peace of mind. The name Just Energy and our new positioning statement "Energy Made Easy" embody this philosophy.

Equally as important, our new logo reflects our increased focus on green energy and other environmentally friendly products and services. We aim to be a leader in this area and want to convey our commitment.

The first step in our rebranding process was the renaming of Energy Savings Income Fund to Just Energy Income Fund. The next step is the conversion of our Canadian and U.S. operating subsidiaries. We expect to be operating as Just Energy in all markets by the fall of 2009.



Just Energy's business involves the sale of natural gas and electricity to residential, small to mid-size commercial and small industrial customers under long-term, irrevocable fixed-price contracts (price protected for electricity). Just Energy offers natural gas in Manitoba, Quebec, British Columbia, Illinois and Indiana and both gas and electricity in Ontario, Alberta and New York as well as electricity only in Texas. By securing the price for natural gas or electricity under such contracts for a period of up to five years, Just Energy's customers reduce or eliminate their exposure to changes in the price of these essential commodities. Just Energy also has environmentally friendly offerings of natural gas and electricity through its Green Energy Option program.



Ministry of Government Services Ministère des Services gouvernementaux Declaration Form 3 under the Limited Partnerships Act Déclaration Formule 3

aux termes de la Loi sur les sociétés en commandite Print clearly in CAPITAL LETTERS / Écrivez clairement en LETTRES MAJUSCULES Page _ Declaration Type A. . New B. . Name Change
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For Ministry Use Only À l'usage exclusif du ministère Ministère des **Government Services** Services gouvernementaux Ontario CERTIFICAT CERTIFICATE Ceci certifie que les présents statuts This is to certify that these articles entrent en vigueur le are effective on 20 JUILLET, 2009 Director / Directorde
Business Corporations Act / Loi sur les sociétés par actions

Ontario Corporation Number Numéro de la société en Ontario

1733628

Form 3 Businesa Corporations Act

Formule 3 Loi sur les sociétés par actions

ARTICLE	SOF	AMENDME	NT
STATUTS	DEN	MODIFICATI	ON

The name of the corporation is: (Set out in BLOCK CAPITAL LETTERS) 1. Dénomination sociale actuelle de la société (écrire en LETTRES MAJUSCULES SEULEMENT) :

o	N	T	A	R	I	o	E	N	E	R	G	Y	S	A	V	I	N	G	S	C	o	R	P		
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2. The name of the corporation is changed to (if applicable); (Set out in BLOCK CAPITAL LETTERS) Nouvelle dénomination sociale de la société (s'il y a lieu) (écrire en LETTRES MAJUSCULES SÉULEMENT) :

J	U	S	T	E	N	E	R	G	Y	C	o	R	P							

3. Date of incorporation/amaigamation: Date de la constitution ou de la fusion :

2007/04/30

(Year, Month, Day) (année, mole, jour)

4. Complete only if there is a change in the number of directors or the minimum / maximum number of directors. il faut remplir cette partie seulement el le nombre d'administrateurs ou el le nombre minimal ou maximal d'administrateurs a changé.

Number of directors is/are:

minimum and maximum number of directors is/are:

Nombre d'administrateurs :

nombres minimum et maximum d'administrateurs :

Number Nombre minimum and maximum et maximum

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5.

The articles of the corporation are amended as follows:

Les statuts de la société sont modifiés de la façon suivante :

OF OH

The corporation be and is hereby authorized to amend its articles to change the name of the corporation from Ontario Energy Savings Corp. to Just Energy Corp.

- 6. The amendment has been duly authorized as required by sections 168 and 170 (as applicable) of the Business Corporations Act.
 La modification a été dûment autorisée conformément aux articles 168 et 170 (selon le cas) de la Loi sur les sociétés par actions.
- 7. The resolution authorizing the amendment was approved by the shareholders/directors (as applicable) of the corporation on Les actionnaires ou les administrateurs (selon le cas) de la société ont approuvé la résolution autorisant la modification le

2009/07/20

(Year, Month, Day) (année, mois, jour)

These articles are signed in duplicate. Les présents statuts sont signés en double exemplaire.

ONTARIO ENERGY SAVINGS CORP.

(Print name of corporation from Article 1 on page 1) (Veuillez écrir le nom de la société de l'article un à la page une).

By/ Par:

(Signature)

President & CEO

(Description of Office) (Fonction)