

By electronic filing and by e-mail

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Borden Ladner Gervais LLP Lawyers • Patent & Trade-mark Agents World Exchange Plaza 100 Queen Street, Suite 1100 Ottawa ON K1P 1J9 tel.: (613) 237-5160 fax: (613) 230-8842 www.blgcanada.com

Kirsten Walli Board Secretary Ontario Energy Board 2300 Yonge Street, 27<sup>th</sup> floor Toronto, ON M4P 1E4

PETER C.P. THOMPSON, Q.C. direct tel.: (613) 787-3528

e-mail: pthompson@blgcanada.com

Dear Ms Walli,

Hydro One Networks Inc. ("Hydro One")

Board File No.: EB-2008-0272 Our File No.: 339583-000027

This letter contains our brief reply to Hydro One's letter earlier today describing its understanding of the scope and intent of this supplementary proceeding.

CME is not seeking, in its Interrogatory in this proceeding, an "opportunity to review Hydro One's full transmission business . . ." as Hydro One implies in its letter. We are seeking information that we submit falls within the scope of this supplementary proceeding.

The information we have requested is within scope because Hydro One seeks a \$7.1M increase in its 2010 revenue requirement. This revenue requirement increase is related to the total capital it plans to spend in 2009 and 2010, including the planned capital spending on projects D7 and D8.

The information we have requested would be beyond the scope of this proceeding had Hydro One merely asked the Board to approve the additional capital spending associated with projects D7 and D8. However, Hydro One did not proceed in this manner, and it is the request for the additional revenue requirement relief in 2010 which makes current information with respect to 2009 and 2010 capital spending relevant to the outcome of this supplementary proceeding.

Like Hydro One, we would appreciate the Board's direction and advice on the matter.

Yours very truly

Peter C.P. Thompson, Q.C.

PCT/kt

c. Glen MacDonald (Hydro One)

Interested Parties

Paul Clipsham (CME)

Vince DeRose

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