

January 28, 2010

By RESS & Courier

Mr. Neil McKay Manager Facilities Ontario Energy Board 2300 Yonge Street, Suite 2700 Toronto, Ontario M4P 1E4

Dear Mr. McKay:

Re: Union Gas Limited – Application for Well Licence

Heritage Pool EB-2008-0405

This letter is to update the Board regarding the Heritage Pool project and inform the Board of a change to Union's evidence.

At the Technical Conference held on March 31, 2009, Mr. Pardy stated that Union would drill Well UH1 first. Union would determine if a second well was necessary after Well UH1 was drilled tested and operated.

Union has drilled and tested Well UH1 and determined that a second well is not necessary at this time for Union to operate the pool.

If you have any questions please contact Bill Wachsmuth.

Sincerely,

William Wachsmuth

Senior Administrator, Regulatory Projects

:mjp

cc. Z. Crnojacki

Ministry of Natural Resources