

August 3, 2010

Ms. Kirsten Walli Board Secretary Ontario Energy Board 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: Union Application for a Firm Dawn to Dawn TCPL Transportation Rate EB-2010-0207

Please accept this letter as Union Gas Limited's ("Union") reply argument in the abovenoted proceeding.

As indicated by Union in its July 22, 2010 argument-in-chief, Union applied to the Board to modify its current C1 rate schedule to provide a rate for firm transportation service between Dawn and Union's interconnect with the TransCanada Pipelines pipeline. Union is proposing that this new rate be effective November 1, 2010.

The only parties to file submissions on the Dawn to Dawn TCPL transportation rate were Board Staff and Canadian Manufacturers and Exporters ("CME"). Both supported approval of the Application. No other parties made submissions with respect to this matter.

Accordingly, Union respectfully requests that the Board approve the proposed firm transportation rate as filed. Please contact me at (519) 436-5473 if you have any questions.

Yours truly,

[Original signed by]

Karen Hockin Manager, Regulatory Initiatives

c.c.: Crawford Smith, Torys Lawrie Gluck, Board Staff All EB-2010-0207 Intervenors