Ontario Energy Board P.O. Box 2319 27th Floor 2300 Yonge Street Toronto ON M4P 1E4 Telephone: 416-481-1967 Facsimile: 416-440-7656

Toll free: 1-888-632-6273

Commission de l'énergie de l'Ontario C.P. 2319 27° étage 2300, rue Yonge Toronto ON M4P 1E4 Téléphone: 416-481-1967 Télécopieur: 416-440-7656 Numéro sans frais: 1-888-632-6273



BY E-MAIL

November 23, 2010

David Sinclair President & CEO Kenora Hydro Electric Corporation Ltd. 215 Mellick Avenue, P.O. Box 2680 Kenora Kenora P9N 3X8

LETTER OF DIRECTION

Dear Mr. Sinclair:

Re: Kenora Hydro Electric Corporation Ltd.
Application for 2011 Distribution Rates
Board File Number EB-2010-0135

The Ontario Energy Board has now issued its Notice relating to your 2011 Cost of Service Distribution Rates Application (the "Notice"). Please note that you must publish the notice within fourteen days of the date of this letter. If publication is impossible within fourteen days, you must inform the Board Secretary immediately.

You are directed:

 To arrange immediately for the enclosed English version of the Notice, headed with the Ontario government logo and the words "Ontario Energy Board", to be published in one issue of the English language newspaper having the highest paid circulation, according to the best information available, in Kenora Hydro Electric Corporation Ltd.'s service area;

Please note that invoices regarding publication are not to be sent to the Board.

 To immediately, and no later than the date of publication of the Notice, serve a copy of the Notice directly on all intervenors of record in Kenora Hydro Electric Corporation Ltd.'s previous cost of service rate application proceeding EB-2005-0384;

- 3. If Kenora Hydro Electric Corporation Ltd. is a Host Distributor, to immediately, and no later than the date of publication of the Notice, serve a copy of the Notice directly on its Embedded Distributor(s);
- 4. To file with the Board an affidavit proving publication and, where applicable, service of the Notice immediately thereafter;
- 5. To make a copy of the application and evidence, and any amendments thereto, available for public review at Kenora Hydro Electric Corporation Ltd.'s office and on its website, if available; and,
- 6. To provide a copy of the application and evidence, and any amendments thereto, to anyone requesting the material.

You are further directed not to include any document(s) or material(s) when serving the Notice other than document(s) or material(s) expressly required by this Letter of Direction to be served.

Yours truly,

Original signed by

Kirsten Walli Board Secretary

Enclosures