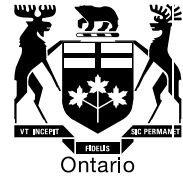


Ontario Energy Board
P.O. Box 2319
27th Floor
2300 Yonge Street
Toronto ON M4P 1E4
Telephone: 416-481-1967
Facsimile: 416-440-7656
Toll free: 1-888-632-6273

**Commission de l'énergie
de l'Ontario**
C.P. 2319
27^e 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

May 28, 2012

Mr. Douglas R. Bradbury
Director Regulatory Affairs
Canadian Niagara Power Inc.
1130 Bertie Street
P.O. Box 1218
Fort Erie ON L2A 5Y2

LETTER OF DIRECTION

Dear Mr. Bradbury:

**Re: Canadian Niagara Power Inc.
Application for 2013 Distribution Rates
Board File Number: EB-2012-0112**

The Ontario Energy Board has now issued its Notice of Application and Hearing relating to your 2013 cost of service rates application (the "Notice"). Please note that you must publish the Notice within **fourteen days** of the date of this letter. If publication is not possible within fourteen days, you must inform the Board Secretary immediately.

You are directed:

1. 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 circulation, according to the best information available, in Canadian Niagara Power Inc.'s service area;

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

2. To arrange immediately for the enclosed French version of the Notice headed with the Ontario Government logo and the words "Commission de l'énergie de l'Ontario", to be published in one issue of the French language newspaper having

the highest circulation, according to the best information available, in Canadian Niagara Power Inc.'s service area;

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

3. 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 Canadian Niagara Power Inc.'s previous cost of service rate application proceedings EB-2008-0222, EB-2008-0223 and EB-2008-0224;
4. If Canadian Niagara Power Inc. 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);
5. To file with the Board an affidavit proving publication and service of the Notice immediately thereafter;
6. To make a copy of the application and evidence, and any amendments thereto, available for public review at Canadian Niagara Power Inc.'s office and on its website;
7. To make a copy of the Notice available for public review at Canadian Niagara Power Inc.'s office and on its website; and,
8. 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

Encl.

c: Andrew Taylor, The Energy Boutique