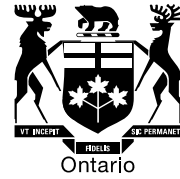


**Ontario Energy Board**  
P.O. Box 2319  
27<sup>th</sup> Floor  
2300 Yonge Street  
Toronto ON M4P 1E4  
Telephone: 416-481-1967  
Facsimile: 416-440-7656  
Toll free: 1-888-632-6273

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

February 9, 2007

Mr. Michael Audet  
Chief Executive Officer  
E.L.K. Energy Inc.  
172 Forest Avenue  
Essex, ON N8M 3E4

**LETTER OF DIRECTION**

Dear Mr Audet:

**Re: E.L.K. Energy Inc. – 2007 Distribution Rate Application  
Board File No. EB-2007-0521**

The Ontario Energy Board has now issued its Notice relating to your rate application and the associated hearing, as well as to the combined proceeding referred to in the January 29, 2007 “Report of the Board on 2<sup>nd</sup> Generation Incentive Regulation for Ontario’s Electricity Distributors: Addendum for Smart Metering Rates” (“Notice”).

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 newspaper having the highest paid circulation, according to the best information available, in E.L.K. Energy Inc.’s service area;

**(Note:** Please make it clear that invoices regarding publication are not to be sent to the Board.)

2. If E.L.K. Energy 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);
3. To file with the Board an affidavit proving publication and, where applicable, service of the Notice immediately thereafter;
4. To make a copy of the application and evidence, and any amendments thereto, available for public review at E.L.K. Energy Inc.'s office and on its website, if available; and,
5. To provide a copy of the application and evidence, and any amendments thereto, to anyone requesting the material.

Yours truly,

*Original signed by*

Peter H. O'Dell  
Assistant Board Secretary