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March 27, 2014

DELIVERED BY RESS, COURIER AND E-MAIL

Ms. Kirsten Walli, Board Secretary Ontario Energy Board 2300 Yonge Street Suite 2701 Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: Cambridge and North Dumfries Hydro Inc. EB-2013-0116

Cambridge and North Dumfries Hydro Inc. ("CND") is writing to notify the Board that the parties to the settlement conference continue to actively work on a draft settlement proposal in respect of the above noted matter.

Notwithstanding the progress made over the past two weeks, we do not expect that we will be in a position to file a settlement proposal by March 27, 2014 as required pursuant to Procedural Order No. 2. As other applicants have noted, this is the first time that the parties are working their way through negotiated settlement language in respect of the Board's new form of approved issues list as adopted in Procedural Order No. 2. This has posed challenges. As a result the process of finalizing the terms of the settlement proposal is taking longer than it otherwise may have.

Because of this, CND is writing to inform the Board that CND will continue to use its best efforts to file the settlement proposal by April 3, 2014 or as soon thereafter as is reasonably possible in the circumstances.

Yours Truly,

BORDEN LADNER GERVAIS LLP

Original signed by John A.D. Vellone

John A.D. Vellone Counsel to CND

Copy: Cambridge and North Dumfries Hydro Inc.

Parties to EB-2013-0116