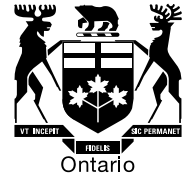


**Ontario Energy
Board**
P.O. Box 2319
27th. Floor
2300 Yonge Street
Toronto ON M4P 1E4
Telephone: 416- 481-1967
Facsimile: 416- 440-7656
Toll free: 1-888-632-6273

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

August 7, 2014

Erin Henderson
Regulatory Coordinator – Regulatory Affairs
Hydro One Networks Inc.
7th Floor, South Tower
483 Bay Street
Toronto ON M5G 2P5

LETTER OF DIRECTION

Dear Ms. Henderson:

**Re: Hydro One Networks Inc.
Application for a Permanent Exemption from Section 7.5.2 of the
Distribution System Code
Board File Number: EB-2014-0247**

The Ontario Energy Board has now issued its Notice of Application and Hearing relating to the above referenced application (the “Notice”).

You are directed:

1. To arrange immediately for the enclosed English version of the Notice in the form accompanying this Letter of Direction, including all graphics and the words “Ontario Energy Board” to be posted on your website, within 7 days of date of this Letter of Direction.
2. To arrange immediately for the enclosed French version of the Notice in the form accompanying this Letter of Direction, including all graphics and the words “Commission de l'énergie de l'Ontario”, to be posted on your website within 7 days of date of this Letter of Direction.
3. To make a copy of the application and evidence and any amendments thereto, available for public review at Hydro One Networks' offices in Toronto, Barrie, Peterborough, Sudbury, Ottawa, Dundas, Beachville, and Thunder Bay; at the following addresses:

Head Office, 483 Bay Street, Toronto
Barrie Field Business Centre, 45 Sarjeant Drive, Barrie
Peterborough Field Business Centre, 913 Crawford Drive, Peterborough
Sudbury Field Business Centre, 957 Falconbridge Road, Sudbury
Merivale Service Centre, 31 Woodfield Drive, Ottawa
Dundas Field Business Centre, 40 Olympic Drive, Dundas,
Beachville Field Business Centre, 56 Embro Street, Beachville,
Thunder Bay Field Business Centre, 255 Burwood Road, Thunder Bay.

4. To provide a copy of the application and evidence and any amendments thereto, to anyone requesting the material.
5. To provide a copy of the application and evidence and any amendments thereto, on your website.
6. To file with the Board an affidavit proving that a copy of the application, evidence, and Notice are available for public review at Hydro One's offices (as noted above) and on its website.

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.

cc: D.H. Rogers Q.C, Applicant's Counsel
Lisa Lee, Senior Regulatory Advisor, Hydro One Networks Inc.