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March 24, 2015

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Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street
27th Floor, P.O. Box 2319
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Ragged Chute Energy Inc. ("Ragged Chute")
Leave to Transfer Electricity Generation Licence EG-2013-0291
Subsection 18(2) of OEB Act**

We are counsel to Ragged Chute, which is a company within the TransAlta family of companies. Ragged Chute is licensed by the Ontario Energy Board ("OEB") to generate electricity (EG-2013-0291) at its Ragged Chute Plant (7 MW) at Montreal River, Ontario.

As part of a corporate re-organization within the TransAlta family of companies, Ragged Chute will be transferring its Ragged Chute Plant to a limited partnership (TransAlta (RC) L.P.), the general partner of which will be TransAlta (RC) Inc. The broader corporate re-organization results in certain of TransAlta Corporation's assets being moved into stand-alone partnerships in order to create a more efficient and flexible corporate structure to support future corporate initiatives.

The change is purely one of legal structure. As the OEB is aware, a limited partnership is comprised of at least one general partner and at least one limited partner. The general partner, TransAlta (RC) Inc. in this case, will have unlimited liability for partnership liabilities, and is responsible for managing the business of the limited partnership. The directors and officers of TransAlta (RC) Inc. will ultimately be made up of individuals that currently serve as directors and officers of other TransAlta entities with operations in Ontario (and licensed by the OEB as electricity generators).

This re-organization will have no impact on the day-to-day operations of the Ragged Chute Plant. The personnel operating the Ragged Chute Plant today will continue to operate the Ragged Chute Plant after the re-organization.

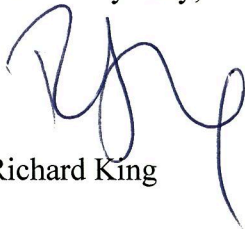
Therefore, pursuant to subsection 18(2) of the *Ontario Energy Board Act, 1998* ("OEB Act"), Ragged Chute hereby applies for leave to transfer its Electricity Generation Licence

(EG-2013-0291) to “**TransAlta (RC) Inc. on behalf of TransAlta (RC) L.P.**”. No change is required to the description of the generation facilities in Schedule 1 to the existing Electricity Generation Licence (EG-2013-0291). The new licensed entity will be responsible for meeting all legal and regulatory requirements within the OEB’s jurisdiction.

Given that no one will be adversely affected in a material way by the Board’s decision in this application, Ragged Chute requests that the OEB exercise its authority under paragraph 21(4)(b) of the OEB Act to dispose of this application without a hearing.

Finally, the corporate reorganization is scheduled to take place on May 1, 2015, Ragged Chute respectfully requests that the OEB dispose of this matter by that date, and that the effective date of the transfer be May 1, 2015. Please contact the undersigned if you have any questions in regard to the foregoing.

Yours very truly,

A handwritten signature in blue ink, appearing to be 'R. King', written over the printed name.

Richard King

RK:hi

c: S. Jeffers (TransAlta)
I. Kuznetsova (OEB)