



By E-mail

May 24, 2007

Kirsten Walli
Board Secretary
Ontario Energy Board
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Dear Ms Walli

Union Gas Limited
Application for 2006 Deferral Account and Earnings Sharing Disposition
Board File No.: EB-2007-0598
Our File No.: 302701-000416

Pursuant to the Notice of Written Hearing and Procedural Order No. 1, we are enclosing copies of the Interrogatories of our client, the Industrial Gas Users Association ("IGUA"), to Union Gas Limited ("Union").

At page 4 of its Notice of Written Hearing, the Board stated:

"The Board intends to proceed in this matter by way of a written hearing unless any party provides a good reason why it should proceed by way of an oral hearing."

IGUA regards Union's attempt to reduce the ratepayer's share of 2006 Storage Revenue Deferral Accounts by deferred taxes allegedly attributable to the NGEIR Decision to be a request for relief that should be considered at an oral hearing after there has been cross-examination of Union's witnesses on the evidence which has been adduced to support the request. IGUA believes that matters pertaining to Union's attempt to reduce the amounts of 2006 deferral account balances and to possibly reduce the amount of 2006 normalized earnings to be shared with ratepayers by deferred taxes allegedly attributable to the NGEIR Decision are best considered at an oral hearing.

As a long standing intervenor eligible for cost awards, IGUA will be seeking to recover from Union its reasonably incurred costs of participating in this proceeding.

Yours very truly

Peter C.P. Thompson, Q.C.

PCT\slc
enclosure

c. Interested Parties EB-2007-0598
Murray Newton (Industrial Gas Users Association)
Vince DeRose (Borden Ladner Gervais LLP)

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