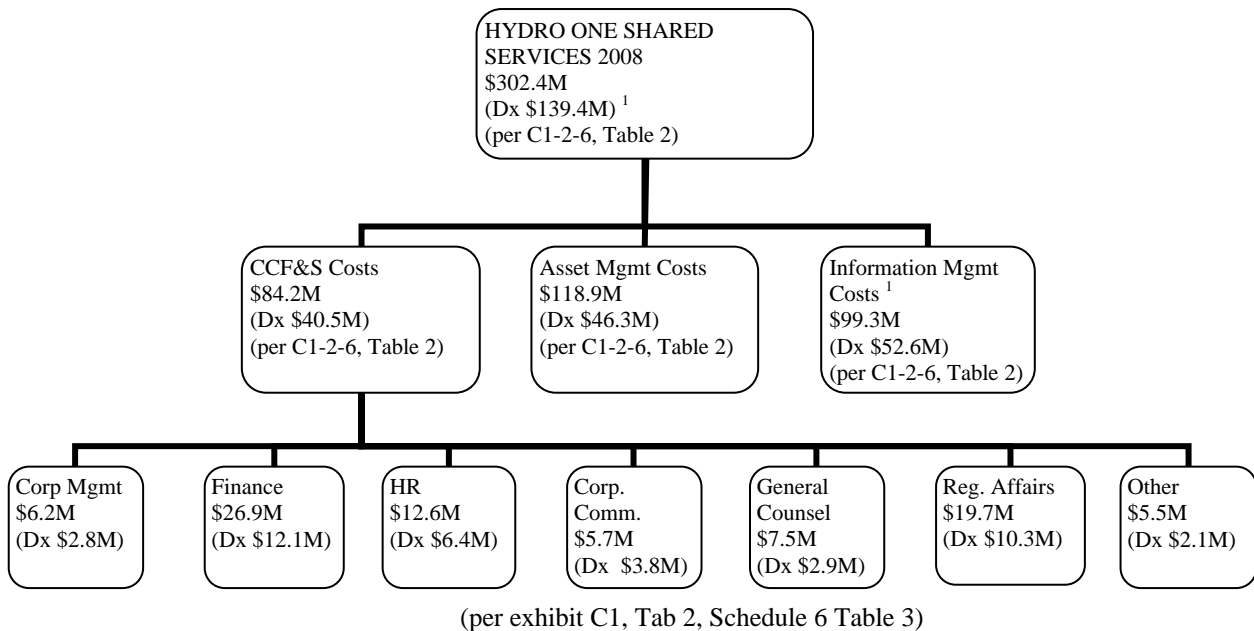


UNDERTAKING**Undertaking**

TO PROVIDE UPDATED VERSION OF K1.1

Response

Below is an updated version of K1.1.

**Affiliate Services****HO Networks Affiliate Services (millions)**

Inbound Services (per A-8-3 Table 3)
Outbound Services (per H-12-1 Att. A)

HOI

\$5.077
\$0.132

HORCI

-
\$1.619²

Telecom

\$9.000
\$1.856

Brampton

-
\$0.414

HOI Corporate Affiliate Services (millions)

Inbound Services (per A-8-3 page 6)
Outbound Services (per H-12-2 Att. A)

Networks

\$0.132
\$5.077

HORCI

-
\$0.049

Telecom

-
\$0.063

Brampton

-
\$0.093

Notes:

1) In addition to the DX Shared Services amount (\$139.4M), the \$185.6M in Exhibit C1-5-1, Table 1 includes costs that are included in other Work Programs in Operations (\$9.5M Exhibit C1-2-4) and Customer Care (\$47.7M Exhibit C1-2-5) less \$10.9M of IT costs which are directly attributed to the Dx work program rather than allocated through the Rudden methodology.

2) In K1.1 VECC used \$1.214M from H-12-1 Attachment A, as HO Networks Affiliate Services – Outbound Services for HORCI. However there are two other contracts between HONI and HORCI as provided in Exhibit A, Tab 8, Schedule 3, Appendix C and D that were not requested as part of the interrogatory. The correct figure for HO Networks Affiliate Services – Outbound Services for HORCI is \$1.619M which is the sum of the 3 contracts, consistent with A-8-3 page 6.