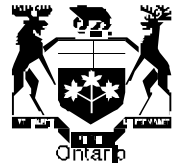


**Ontario Energy
Board**
P.O. Box 2319
27th Floor
2300 Yonge Street
Toronto ON M4P 1E4
Telephone: 416- 481-1967
Facsimile: 416- 440-7656
Toll free: 1-888-632-6273

**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 20, 2008

Mr. Mark Turney
Oshawa PUC Networks Inc.
100 Simcoe Street South
Oshawa, ON L1H 7M7

LETTER OF DIRECTION

Dear Mr. Turney:

**Re: Oshawa PUC Networks Inc.'s Application for a Licence Amendment to
Reflect an Interim Exemption from Section 6.5.4 of the Distribution
System Code
EB-2008-0149**

The Ontario Energy Board has now issued its Notice of Application with respect to the above application and a copy is enclosed.

You are directed:

1. To immediately have the Notice posted on the applicant's website.
2. To immediately serve a copy of the Notice and a suitable cover letter, in person, by courier or by registered mail, upon the 25 customers that are the subject of the above referenced application. The Applicant should use the sample letter attached as appendix A to this letter of direction as a format for the cover letter to the 25 customers.
3. To immediately serve a copy of the Notice, in person, by courier or by registered mail, upon the parties that submitted written comments to the Board in response to the Board's notice of proposal issued on January 31, 2007, to amend the Distribution System Code with respect to the timing for elimination of load transfers:

- 2 -

- a. Bluewater Power Distribution Corporation
P.O. Box 2140
855 Confederation Street
Sarnia, Ontario N7T 7L6
 - b. Energy Cost Management Inc.
1236 Sable Drive
Burlington L7S 2J6
 - c. Electricity Distributors Association
3700 Steels Avenue West
Suite 1100
Vaughan, ON L4L 8K8
 - d. Enersource Hydro Mississauga
3240 Mavis Road
Mississauga, ON L5C 3K1
 - e. Power Workers' Union
244 Eglinton Avenue East
Toronto, ON M5P 1K2
4. To file with the Board affidavit evidence proving the above service immediately upon completion, with original post office registration receipts (where applicable), or courier confirmation lists attached as appendices.
5. To immediately have copies of the application made available for public review at the applicant's head office.
6. To immediately provide a copy of the application to any person upon request.

Yours truly,

Original signed by

Kirsten Walli
Board Secretary

Encl.

Appendix A

APPLICATION TO THE ONTARIO ENERGY BOARD BY YOUR ELECTRICITY DISTRIBUTOR EB-2008-0149

Dear customer:

Your electricity distributor, Oshawa PUC Networks Inc. filed an application with the Ontario Energy Board requesting a continuation of the way in which your electricity is currently supplied. You are not required to take any action in response to this letter but you may wish to let the Ontario Energy Board know of any concerns you may have about the application.

As you know, you are currently a customer of Oshawa PUC Networks Inc. and are billed for electricity by Oshawa PUC Networks Inc. at its approved rates. However, you may not know that your electricity is supplied by Hydro One Networks Inc. You are within Oshawa PUC Networks Inc.'s service area but are actually served electricity by Hydro One Networks Inc. This arrangement is known as a long term load transfer.

The Ontario Energy Board requires electricity distributors to eliminate long term load transfer arrangements before January 31, 2009. However, Oshawa PUC Networks Inc. has applied to the Board for an order allowing it to continue its long term load transfer arrangement with Hydro One Networks Inc. for certain customers beyond January 31, 2009 to allow Oshawa PUC Networks Inc. to make necessary arrangements to supply those customers directly.

In your case, Oshawa PUC Networks Inc. intends to supply you directly by <Date>. Oshawa PUC Networks Inc would continue to serve your electricity needs, at the rates that are approved for Oshawa PUC Networks Inc, as is the case at present.

An official Notice of Application was issued by the Board, a copy of which is attached to this letter. The Notice contains information about how to participate in the proceeding associated with the application.

If you have any questions about this letter, please call <name of person> at Oshawa PUC Networks Inc. at <phone number>.