Q. Reference: Transcript January 15, 2013
Page 74, Line 13 to Page 76, Line 19

Please provide the decrease pricing and the clause associated with the renegotiation of the Company's revolving credit facility.

A. In October 2009, the spread over Canadian Interbank Bid Bankers' Acceptance Rates ("CDOR") paid by the Company on borrowings under the Short-Term Committed Credit Facility (the "Facility") was 0.525%, or 52.5 basis points. By August 2010, the spread over CDOR paid by the Company had increased to 1.25%, or 125 basis points. The current spread over CDOR paid by the Company is 0.85%, or 85 basis points.

The current spread over CDOR paid by the Company for borrowings under the Facility of 85 basis points is over 60% higher than the spread paid by the Company in October 2009, the time of the last general rate application.

By virtue of amendments made in August 2008 to the Facility, there is no requirement of an absence of a material adverse change as a condition precedent to draws on the Facility. This change was, in effect, approved by the Board in Order No. P.U. 22 (2008).

The specific material adverse change clause removed from Article 13 Default and Remedies was:

"13.1 (h) if, in the opinion of the Majority Lenders acting reasonably, there shall have occurred a Material Adverse Change."