

Richard Stout
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February 28, 2005

Mr. Robert J. Pellatt
Commission Secretary
British Columbia Utilities Commission
Sixth Floor – 900 Howe Street
Vancouver, BC V6Z 2N3

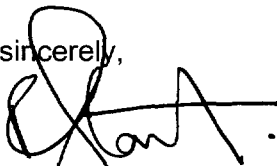
Dear Mr. Pellatt:

**RE: British Columbia Hydro and Power Authority (“BC Hydro”)
Call for Tenders for Capacity on Vancouver Island
Review of Electricity Purchase Agreement (“EPA”)
Project No. 3698354**

Pursuant to section 2(a) of Order No. E-1-05, BC Hydro hereby provides notice of its intention to proceed with the EPA with Duke Point Power Limited Partnership (“DPP”).

BC Hydro received a notice of application for leave to appeal Order E-1-05 from the Joint Industry Electricity Steering Committee on February 24, 2005. BC Hydro expects to be able to report to the Commission on Thursday, March 3, 2005 with respect to the commercial and timing implications of that application for the arrangements contemplated under the DPP EPA.

Yours sincerely,



Richard Stout
Chief Regulatory Officer

c. Registered Intervenors