



FORTE BUSINESS SOLUTIONS LTD.

May 26th, 2008

Direct Energy Regulated Services
111 – 5th Avenue SW, 1000
Calgary, Alberta
T2P 3Y6

Gary Newcombe:

Please accept this letter as a confirmation that I have reviewed the Rates to be filed by DERS for the month of June 2008. My concurrence with the calculated Rates is limited to the Energy Charge component only; and based on a review of the calculations I would concur that they have been determined in accordance with the Energy Price Setting Plan (EPSP) for 2006 to 2011.

I would also confirm that the calculations for the Alternative Financial Arrangements and the New RRO, based on procurement of products at or better than Target Prices, are correct and for the New RRO, that these prices represent forward prices during the April 17th to May 21st time period for 7X24 and 7X16 products.

I would note that in this month's Rate determination a charge for the new AESO "uplift" cost has been made in a manner that meets the concurrence of the CPs. However it must be noted that there is a concern that this charge may be at odds with the RRO Regulations. It should be further noted that the AESO Rules do require that it be charged to all energy consumers. If on clarification of these apparent contradictory positions it becomes necessary, then it is expected that a rebate of the 'uplift' charge would be made to consumers.

Thanks



Sheldon Fulton
President