LETTER NO. L-64-97



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ROBERT J. PELLATT COMMISSION SECRETARY

VIA FACSIMILE

October 16, 1997

Mr. David M. Masuhara Vice President, Legal and Regulatory Affairs BC Gas Utility Ltd. 1111 West Georgia Street Vancouver, B.C. V6E 4M4

Dear Mr. Masuhara:

Re: BC Gas Utility Ltd. Application - Retail Markets Downstream of Utility Meter Code of Conduct and Transfer Pricing Policy

Further to your August 29, 1997 letter providing the Commission with a response to RMDM Guidelines and a Draft Code of Conduct for provision of utility resources and services, the Commission gives its approval in principle. Please file, in final format, the Code of Conduct and Transfer Pricing Policy for approval.

Yours truly,

Robert J. Pellatt

RJP/mmc