

LETTER No. L-42-03

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Log No. 3834, 3892

August 22, 2003

Mr. A.K. MacMillan, P.Eng. Consultant Canadian Forest Products Ltd. Bentall 5 1500 – 550 Burrard Street Vancouver, B.C. V6C 2C1

Dear Mr. MacMillan:

ROBERT J. PELLATT COMMISSION SECRETARY

Commission.Secretary@bcuc.com

web site: http://www.bcuc.com

Re: British Columbia Hydro and Power Authority Application by Canadian Forest Products to Resell Power

This is in reply to your request of July 31, 2003 for approval to resell electricity from Canadian Forest Products Ltd., Netherlands Division, in Prince George ("Canfor") to Dollar Saver Lumber Ltd.

The Commission notes that BC Hydro, by letter of July 25, 2003, has no objections to the resale of this electricity pursuant to Section 24 of Canfor's Rate Schedule 1821 Electricity Supply Agreement. The Commission also notes that Dollar Saver Lumber, in taking power from Canfor, does not create an additional cost to BC Hydro. In addition, Dollar Saver Lumber has the option of purchasing direct from BC Hydro if it finds the price of resale to be uneconomical.

Therefore, pursuant to Section 24 of Canfor's Rate Schedule 1821 Electricity Supply Agreement, the Commission approves the resale of Electricity by Canfor to Dollar Saver Lumber.

Yours truly,

Original signed by:

Robert J. Pellatt

RJP/chm

cc: Mr. Richard Stout

Chief Regulatory Officer

British Columbia Hydro and Power Authority