

December 6, 2005

TO ALL INTERESTED PARTIES:

RE; MARKET SURVEILLANCE ADMINISTRATOR 2006 BUDGET

The Market Surveillance Administrator (MSA) has received approval for its 2006 budget in the amount of \$2,346,935 which, using the AESO estimated volume for 2006, equates to the MSA's portion of the trading charge being \$0.0193/MWh.

In 2005, the MSA is expected to be under budget by about \$400,000. This is principally driven by unanticipated staff turnovers, the delay in hiring an additional senior analyst and the delivery of our Code of Conduct audits at a cost well below budget.

It is this carry-over of approximately \$400,000 which helps to reduce our impact on the trading charge.

The MSA thanks the industry participants for their support and advice with respect to our initiatives of 2005 and we look forward to assisting you through 2006 with competent surveillance, germane analysts and timely investigation. The focus of our work continues to be assuring fair, efficient, open competition.

Yours truly,

"Original signed by Wayne Silk"

W.W. (Wayne) Silk
Vice President and
Chief Operating Officer