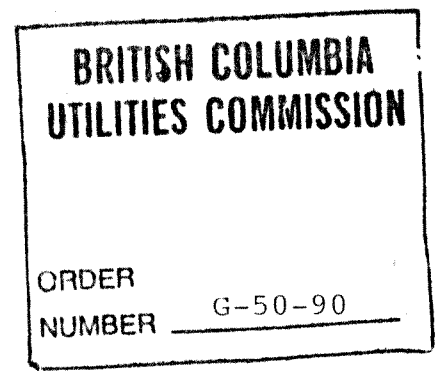




PROVINCE OF BRITISH COLUMBIA

BRITISH COLUMBIA UTILITIES COMMISSION

IN THE MATTER OF the Utilities Commission
Act, S.B.C. 1980, c. 60, as amended

and

IN THE MATTER OF an Application by
Hemlock Valley Electrical Services Ltd.

BEFORE: J.G. McIntyre,)
Chairman)
J.D.V. Newlands,)
Deputy Chairman;) July 3, 1990
N. Martin,)
Commissioner; and)
W.M. Swanson, Q.C.,)
Commissioner)

O R D E R

WHEREAS Hemlock Valley Electrical Services Ltd. ("HVES") notified the Commission on October 4, 1989 that there was a change in shareholder control of its parent company, Hemlock Valley Resorts Inc. ("HVR"); and

WHEREAS HVES also informed the Commission that, for income tax purposes, HVR changed its year-end to April 30th; and

WHEREAS on January 4, 1990 the Commission advised HVES that, pursuant to Section 61 of the Utilities Commission Act ("the Act"), approval of the acquisition of shares or control of the utility is required; and

WHEREAS Mr. Joseph Peters, President of HVES, formally applied on March 8, 1990 for Commission approval of the increase in control of the utility; and

WHEREAS the Commission has reviewed the Application and is satisfied that approval of the increase in control is necessary and in the public interest.

NOW THEREFORE the Commission orders as follows:

1. Pursuant to Section 61 of the Act, the Commission hereby approves the acquisition of control of the outstanding common shares of HVES by Mr. Joseph Peters.
2. The Commission approves the change in fiscal year-end from May 31st to April 30th and will accept future Annual Reports on this basis.

DATED at the City of Vancouver, in the Province of British Columbia, this 5th day of July, 1990.

BY ORDER

W.M. Swanson, Q.C.
Commissioner