

SIXTH FLOOR, 900 HOWE STREET, BOX 250
VANCOUVER, B.C. V6Z 2N3
CANADA



BRITISH COLUMBIA
UTILITIES COMMISSION

ORDER
NUMBER A-1-95

TELEPHONE: (604) 660-4700
BC TOLL FREE: 1-800-663-1385
FACSIMILE: (604) 660-1102

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

and

An Application by Coastal Gas Marketing Canada
for Approval of an Agents/Brokers/Marketers Licence

BEFORE: M.K. Jaccard, Chairperson; and)
K.L. Hall, Commissioner) January 26, 1995

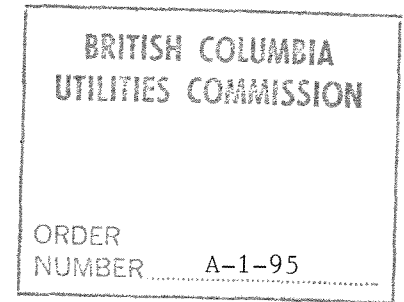
O R D E R

WHEREAS:

- A. On December 13, 1994 Coastal Gas Marketing Canada ("Coastal Gas") applied to the Commission for approval of an Agents/Brokers/Marketers Licence ("A/B/M Licence"); and
- B. The Application was made pursuant to the Commission's March 11, 1993 Decision on Domestic Natural Gas Supply Rules which requires that any person intending to act in the capacity of an Agent/Broker/Marketer to provide advice to, or act on behalf of, core market consumers purchasing gas directly in the Province of British Columbia, obtain an A/B/M Licence from the Commission; and
- C. The Commission has reviewed the Application by Coastal Gas and, relying upon the information and representations made by Coastal Gas contained in the Application, finds that approval of an A/B/M Licence, subject to conditions, is required.

NOW THEREFORE the Commission orders as follows:

- 1.0 The Commission will issue to Coastal Gas an A/B/M Licence for the period up to and including October 31, 1995 upon receipt of evidence acceptable to the Commission that a satisfactory gas delivery performance bond ("the Performance Bond") (or letter of credit to be replaced within six months by a bond) is in place.
- 2.0 Provided that upon written assurance of paragraph 1 above, the A/B/M Licence will be issued subject to the following conditions:
 - 2.1 Coastal Gas will carry out the undertakings set out in Section 19 of its December 13, 1994 Application;
 - 2.2 Coastal Gas will comply with the approved A/B/M Code of Conduct;
 - 2.3 Coastal Gas will maintain the Performance Bond in full force and effect for the duration of the A/B/M Licence;
 - 2.4 Coastal Gas will provide a guarantee from its ultimate parent company, The Coastal Corporation, with respect to the performance of its obligations under buy/sell arrangements with local gas distribution companies in British Columbia;



- 2.5 Coastal Gas will file an outline of the training program for its sales people/agents prior to commencing direct contact with prospective end-use customers;
- 2.6 Coastal Gas will provide each existing end-use customer who has not received a copy of the Disclosure Statement and Appointment of Agent form ("Agency Agreement") that was approved by Commission Order No. G-49-93, with a copy of the documents by March 1, 1995;
- 2.7 The Commission may, at any time and without prior notice to Coastal Gas, withdraw the A/B/M licence for reasons the Commission, in its sole discretion, deems and considers sufficient; and
- 2.8 The A/B/M licence and all copies of it shall remain the property of the Commission and Coastal Gas will return these documents forthwith upon written request from the Commission.

DATED at the City of Vancouver, in the Province of British Columbia, this 30th day of January, 1995.

BY ORDER

A handwritten signature in ink, appearing to read "Mark Jaccard".

Dr. Mark K. Jaccard
Chairperson



CERTIFICATE A-1-95

AGENTS/BROKERS/MARKETERS LICENCE

COASTAL GAS MARKETING CANADA

is granted a licence for the purpose of providing advice to, or acting on behalf of, core market customers purchasing gas directly in the Province of British Columbia subject to the terms and conditions contained in Commission Order No. A-1-95, which are set out on the reverse of the Licence.

BRITISH COLUMBIA UTILITIES COMMISSION

CHAIRPERSON

DATE: JANUARY 26, 1995

EXPIRES: NOVEMBER 1, 1996