

January 11, 2008

NOTICE TO: MARKET PARTICIPANTS

Re: Investigation of Locking Restatement Activity

By Notice dated December 8, 2006, the MSA advised that it had commenced an investigation into certain locking restatement activity affecting the Alberta market during October, 2006.

The MSA has now concluded its investigation and has determined that it will not pursue enforcement action in relation to the specific conduct at issue. The investigation file is therefore closed.

However, apart from this specific investigation, the MSA remains interested in the bounds of acceptable offer behaviour, particularly during periods of scarcity. It is reasonable to anticipate that the new ISO rules relating to market offers, and the continuing discussions being led by the Department of Energy in respect of Section 6 of the *Electric Utilities Act*, may have a significant impact on this subject area. The MSA will be actively engaged in discussions with stakeholders towards the development of clear guidance around acceptable conduct.

Please feel free to contact the MSA on these or other matters.

Yours truly,

“Original signed”

W.W. (Wayne) Silk
Vice President, Chief Operating Officer
Market Surveillance Administrator