



AltaGas Utilities Inc.
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August 26, 2009

Mr. Fino Tiberi
Executive Director, Regulatory Policy
Alberta Utilities Commission
Fifth Avenue Place, 4th Floor
425 – 1st Street SW
Calgary, Alberta
T2P 3L8

Dear Mr. Tiberi:

**Subject: AUC Rule 026 clause 2(2)
Statement of adoption of International Financial Reporting Standards by AltaGas Utilities Inc.**

Effective January 1, 2011, Canadian GAAP for Publicly Accountable Enterprises (PAEs) will be replaced with International Financial Reporting Standards (IFRS) for fiscal years beginning on or after January 1, 2011. The parent company of AltaGas Utilities Inc. qualifies as a PAE, and therefore is required to adopt IFRS.

In accordance with clause 2(2) of AUC Rule 026, this letter confirms that AltaGas Utilities Inc. will adopt IFRS effective January 1, 2011.

Sincerely,

Arnold Mantei

Arnold Mantei
Vice President Controller
AltaGas Utilities Inc.