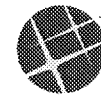


June 30, 2015



ieso

Independent Electricity
System Operator

1600 - 120 Adelaide Street West
Toronto, ON M5H 1T1
t 416 506 2800
www.ieso.ca

The Honorable Charles Sousa
Minister of Finance
7th Floor, Frost Building South
7 Queen's Park Crescent
Toronto, ON
M7A 1Y7

Dear Minister:

**Re: Independent Electricity System Operator ("IESO")
IESO Treasury Policy (version June 24, 2015)**

Ontario Regulation 280/14 (the "Regulation"), as amended, prescribes requirements for the IESO regarding its treasury activities. The Regulation requires the IESO to adopt a statement setting out the IESO's investment, borrowing, and financial management policies and procedures (known herein as the "IESO Treasury Policy").

The IESO's Board of Directors approved the attached IESO Treasury Policy on June 24, 2015.

As required by the Regulation, the IESO submits the attached IESO Treasury Policy for your review and requests your approval of the same.

Please contact me (905.403.6944), Kimberly Marshall, IESO Chief Financial Officer (416.969.6232), or John Rattray, IESO General Counsel (416.506.2856) for any questions you or your staff may have regarding this request.

Sincerely,

Anthony Martinello
Manager, Treasury and Pension Operations

Attachment: IESO Treasury Policy (version June 24, 2015)

cc: Scott Thompson, Deputy Minister, Ministry of Finance
Gadi Mayman, Chief Executive Officer, Ontario Financing Authority