

**SCHEDULE 1                      DEFINITION OF DISTRIBUTION SERVICE AREA**

This Schedule specifies the area in which the Licensee is authorized to distribute and sell electricity in accordance with paragraph 8.1 of this Licence.

1.        The City of Kingston as of December 31, 1997.
2.        Collins Bay Penitentiary in the former Township of Kingston, now in the City of Kingston.
3.        The service area extends East of the Cataraqui River in the former Township of Pittsburgh (now in the City of Kingston) and is bordered by the following:
  - northerly - Royal Military College, Barriefield and McNaughton Barracks;
  - easterly - McNaughton Barracks and Vimy Barracks;
  - southerly - Royal Military College, Fort Henry, PMQ's and Vimy Barracks; and
  - westerly - Cataraqui River.