



December 6, 2006

Our File: P5100-S081-20-0

**Via Email**

Saskatchewan Wheat Pool  
2625 Victoria Avenue  
Regina, Saskatchewan  
S4T 7T9

Attn: Mr. Mayo Schmidt, Chief Executive Officer

Dear Mr. Schmidt:

**Subject: Direction of Compliance (Direction)  
Saskatchewan Wheat Pool/Grain Services Union (I.L.W.U.) Pension Plan  
(the Plan)  
*Pension Benefits Standards Act, 1985 (PBSA)*  
Registration Number 55971**

The Acting Superintendent of Financial Institutions, Ms. Julie Dickson, issued a Direction of Compliance Direction on November 20, 2006, directing Saskatchewan Wheat Pool (SWP) to remit on or before November 30, 2006, the amounts that are now owed and outstanding to the Plan fund.

On December 1, 2006, RBC Dexia Investor Services, the Plan custodian, informed OSFI that it has not received the estimated amount of outstanding contributions specified in the Direction, \$6.8 million, or any part thereof.

On December 1, 2006, we also received notice from the company's legal representative that SWP intended to file an application for judicial review no later than December 19, 2006 and did not intend to remit these amounts to the Plan i.e., the amounts over and above the minimum amount set out in the Plan.

While we appreciate that SWP may seek judicial review and we respect this process, you should be aware that the Direction still remains in effect after the filing of an application for judicial review and the filing of the application does not stay the application or enforcement of the Direction or the PBSA.



It is OSFI's position that the Direction be immediately complied with by SWP remitting the amounts set out in the Direction to the Plan's fund.

Yours truly,

Henri Boudreau  
Director  
Private Pension Plan Division

cc: Board of Trustees  
Board of Directors, SWP  
Mr. Hugh Wagner, GSU  
Mr. Randy Bauslaugh, Blake, Cassels and Graydon LLP  
Ms. Ronni Nordal, Richmond Nychuk  
Ms. Carol Taraschuk, Senior Counsel, OSFI