



EAST SMOKY GAS CO-OP LTD.

MAY 17 1988

SUPPLEMENTAL BY-LAWS

THE REGISTRATION ACT
REGISTRATION NO.

At a general meeting of the East Smoky Gas Co-op Ltd. held on the 22nd day of March, 1988, it was regularly moved and seconded that: We add to our Supplemental By-Laws the following by-law no. 7.

Indemnification of Directors and Officers

Except in respect of an action by or on behalf of the Association to procure a judgement in its favour, the Association, shall indemnify a director or officer of the Association, a former director or officer of the Association, and his heirs and legal representatives, against all costs, charges and expenses, including any amount paid to settle an action or satisfy a judgement, reasonably incurred by him in respect of any civil, criminal or administrative action or proceeding to which he is made a party by reason of being or having been a director or officer of the Association, if:

- (1) he acted honestly and in good faith with a view to the best interest of the Association; and
- (2) in the case of a criminal or administrative action or proceeding that is enforced by a monetary penalty, he had reasonable grounds for believing that his conduct was lawful.

The association having given at least ten days written notice to the membership of such a motion, the above By-Law was passed by the required majority of those members present at the general meeting.

Dated at the hamlet of Ridgevalley in the Province of Alberta this 10th day of May, 1988.

EXAMINED AND RECOMMENDED
FOR REGISTRATION BY

SEAL

[Signature]
DIRECTOR OF NATURAL GAS CO-OPERATIVES

[Signature]
Secretary

DATE May 13 19 88