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July 8, 2004

British Columbia Utilities Commission
Attention: Robert J. Pellatt, Commission Secretary
Sixth Floor
900 Howe Street
Vancouver, BC V6Z 2N3

Dear Mr. Pellatt:

Re: ICBC's July 5 2004 Filing

As indicated in our letter of July 5th, attached is ICBC's Application section of the July 5th filing which confirms that ICBC is applying for approval of the financial allocation methodology. The Application also indicates that ICBC is not applying for a revision to Basic insurance rates.

A new regulation Special Direction IC2 to the British Columbia Utilities Commission has now been deposited. As per our letter of July 5th, ICBC is finalizing the actuarial Basic rate and financial information relating to 2005 in accordance with the Special Direction IC2 requirements, and will be filing this information on July 12th 2004 in Volume 2 of ICBC's filing. Volume 2 will also contain an addendum to the financial allocation methodology with regard to retained earnings as the Special Direction impacts the allocation of retained earnings.

ICBC's complete application and filing will be available on www.icbc.com on July 12th, 2004.

We look forward to the Commission's review of this filing and working with all involved in order to achieve what is in the best interest of our customers.

Yours truly,

Original Signed by

Donnie Wing
Vice President, Investments and Corporate Development

Attachment