

APPENDIX E

NB POWER - DISCO

Summary of operating results 1994 to 2005

Accumulated income before finance charges	3,177.0	
Effect of retroactive accounting policy changes:		
Nuclear plant decommissioning and fuel mgnt.	45.0	
(Adjustment to depreciation)		
Adjusted income before finance charges	<u>3,222.0</u>	
Finance charges	(3,514.0)	
Effect of retroactive accounting policy changes:		
Foreign exchange translation on long-term debt	(106.0)	
Total finance charges	<u>(3,620.0)</u>	
Total Operating Losses:	<u>(398.0)</u>	
Interest coverage factor	<table border="1"><tr><td>89.01%</td></tr></table>	89.01%
89.01%		
Write-down in book value of Point Lepreau	(450.0)	
Special payments in lieu of income taxes	(5.0)	
Accumulated losses before reserve reductions	<u>(853.0)</u>	
Reserve (increases) reductions:		
Generation equalization account	149.0	
Export sales stabilization account	20.0	
Fuel channel removal account (net)	88.0	
	<u>257.0</u>	
Accumulated net losses	<u>(596.0)</u>	
Retained earnings on March 31, 1994	409.0	
Dividend declared	(5.0)	
Deficit on March 31, 2005	<u><u>(192.0)</u></u>	

NB POWER - DISCO

Summary of losses incurred by NB Power

	Total	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994
Continuity of retained earnings (deficit)													
Income before finance charges	3,177	216	199	166	275	278	348	364	301	254	237	271	268
Finance charges	(3,514)	(202)	(217)	(243)	(256)	(356)	(331)	(346)	(344)	(341)	(300)	(333)	(245)
Effect of retroactive accounting policy changes:													
Foreign exchange translation on long-term debt	(106)	0	0	0	0	(106)	0	0	0	0	0	0	0
Nuclear plant decommissioning and fuel mgnt.	45	0	0	0	45	0	0	0	0	0	0	0	0
Write-down in book value of Point Lepreau	(450)	0	0	0	0	0	0	(450)	0	0	0	0	0
Special payments in lieu of income taxes	(5)	(5)	0	0	0	0	0	0	0	0	0	0	0
Income (loss) before reserve reductions	(853)	9	(18)	(77)	64	(184)	17	(432)	(43)	(87)	(63)	(62)	23
Reserve (increases) reductions:													
Generation equalization account	149	0	0	0	0	0	0	0	0	33	49	82	(15)
Export sales stabilization account	20	0	0	0	0	0	0	0	0	0	0	5	15
Fuel channel removal account	88	0	0	0	0	0	0	9	22	35	22	0	0
	257	0	0	0	0	0	0	9	22	68	71	87	0
Net income (loss) for the year	(596)	9	(18)	(77)	54	(184)	17	(423)	(21)	(19)	8	25	23
Retained earnings (deficit) at beginning of year	409	(196)	(178)	(101)	(165)	19	2	425	446	465	457	432	409
Transfer to fuel channel removal account	0	0	0	0	0	0	0	0	0	0	0	0	0
Dividend declared	(5)	(5)	0	0	0	0	0	0	0	0	0	0	0
Retained earnings (deficit) at end of year	(192)	(192)	(196)	(178)	(101)	(165)	19	2	425	446	465	457	432

NB POWER - DISCO

Summary of losses incurred by NB Power

	Total	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994
Continuity of reserve accounts:													
Generation equalization account													
Balance at beginning of year	149	0	0	0	0	0	0	0	0	33	82	164	149
Increase (decrease) from operations	(149)	0	0	0	0	0	0	0	0	(33)	(49)	(82)	15
Balance at end of year	0	0	0	0	0	0	0	0	0	0	33	82	164
Export sales stabilization account													
Balance at beginning of year	20	0	0	0	0	0	0	0	0	0	0	5	20
Increase (decrease) from operations	(20)	0	0	0	0	0	0	0	0	0	0	(5)	(15)
Balance at end of year	0	0	0	0	0	0	0	0	0	0	0	0	5
Fuel channel removal account:													
Balance at beginning of year	84	0	0	0	0	0	0	9	31	66	88	86	84
Increase (decrease) from operations	(88)	0	0	0	0	0	0	(9)	(22)	(35)	(22)	0	0
Collected from customers	4	0	0	0	0	0	0	0	0	0	0	2	2
Balance at end of year	0	0	0	0	0	0	0	0	9	31	66	88	86
Total reserve accounts:													
Balance at beginning of year	253	0	0	0	0	0	0	9	31	99	170	255	253
Increase (decrease) from operations	(257)	0	0	0	0	0	0	(9)	(22)	(68)	(71)	(87)	0
Collected from customers	4	0	0	0	0	0	0	0	0	0	0	2	2
Balance at end of year	0	0	0	0	0	0	0	(9)	(22)	(68)	(71)	(85)	2
Total retained earnings (deficit) and reserves at end of year													
	(192)	(192)	(196)	(178)	(10)	(165)	0	(7)	403	378	394	372	434