



Balance Sheet

As at September 30, 2004
(\$ In 000's)

	September 2004	December 2003
ASSETS		
<u>CURRENT ASSETS</u>		
Accounts Receivable – Trade	\$ 16,905	13,141
Accounts receivable - Unbilled Revenue	19,002	15,107
Due from Related Parties	-	3,640
Inventories	1,382	1,980
Prepaid Expenses	85	248
Current Portion of Lease Receivable	429	398
	37,803	34,514
<u>CAPITAL ASSETS</u>		
Plant and Equipment	186,550	180,163
Less: Accumulated Amortization	(37,297)	(30,642)
	149,253	149,521
<u>OTHER ASSETS</u>		
Net investment in lease	9,157	9,483
Work in Progress	1,070	498
Cost of Issuing Long-Term Indebtedness	1,416	1,551
Regulatory Assets	9,468	14,986
	21,111	26,518
	\$ 208,167	210,553
LIABILITIES & SHAREHOLDER'S EQUITY		
<u>CURRENT LIABILITIES</u>		
Bank Indebtedness	\$ 9,176	18,920
Banker's Acceptances	26,281	28,808
Accounts Payable and Accrued Liabilities	25,233	19,970
Due to Related Companies	3,435	-
Current Portion of Long-Term Borrowings	2,449	2,449
	66,574	70,147
<u>LONG-TERM LIABILITIES</u>		
Vested sick leave	29	84
Customer Deposits, Net	1,031	1,070
Long-Term Borrowings	64,567	64,567
Employee Future Benefits	11,901	11,552
	77,528	77,273
<u>SHAREHOLDERS' EQUITY</u>		
Common shares	62,548	62,548
Contributed Capital	516	516
Retained Earnings	1,001	69
	64,065	63,133
	\$ 208,167	210,553



Income Statement

For the Period Ended September 30, 2004
(\$ In 000's)

	3 Months September 2004	3 Months September 2003	9 Months September 2004	9 Months September 2003
REVENUE				
Sale of Electrical Energy	\$ 9,299	10,240	27,702	28,799
Other Revenue	866	732	2,517	2,323
	10,165	10,972	30,219	31,122
EXPENSES				
Operating Expenses	6,201	6,015	18,102	18,710
OPERATING INCOME/EBITDA	3,964	4,957	12,117	12,412
OTHER EXPENSES				
Depreciation	2,238	2,141	6,679	6,394
Interest Expense	1,369	1,536	4,197	4,630
Loss on Sale of Capital Assets	-	-	6	-
	3,607	3,677	10,882	11,024
NET INCOME BEFORE TAXES	357	1,280	1,235	1,388
Payments in Lieu of Taxes	98	109	302	326
NET INCOME	\$ 259	1,171	933	1,062



Statement of Changes in Financial Position

For the Period Ended September 30, 2004

(\$ In 000's)

	3 Months September 2004	3 Months September 2003	9 Months September 2004	9 Months September 2003
Cash Provided by (used in):				
<u>OPERATING ACTIVITIES</u>				
Net Income	\$ 259	1,171	933	1,062
Add Items not Affecting Cash:				
Depreciation and Amortization	2,238	2,141	6,679	6,394
Change in Employee Future Benefits	116	126	349	379
Loss on Sale of Capital Assets	-	-	6	-
Change in Non-cash Working Capital	(1,906)	(13,666)	5,440	(4,350)
Change in Work In Progress	(543)	(28)	(572)	60
Change in Deposits	(8)	206	(39)	(133)
Change In Vested Sick Leave	-	-	(55)	-
Cost of Issuing Long-Term Indebtedness	45	45	135	135
	201	(10,005)	12,876	3,547
<u>FINANCING ACTIVITIES</u>				
Increase (Decrease) in Bank Indebtedness	45	8,866	(9,744)	(10,262)
Increase (Decrease) in Bankers' Acceptances	999	1,008	(2,527)	9,942
	1,044	9,874	(12,271)	(320)
<u>INVESTING ACTIVITIES</u>				
Acquisition of Capital Assets	(2,307)	(2,337)	(6,415)	(6,467)
Change In Regulatory Assets	961	1,427	5,517	2,002
Decrease in Net Investment in lease	101	1,041	295	1,238
Proceeds from Sale of Capital Assets	-	-	(2)	-
	(1,245)	131	(605)	(3,227)
Net Increase (Decrease) in Cash for the Period	-	-	-	-
Cash, Beginning of Period	-	-	-	-
Cash, End of Period	\$ -	-	-	-