



Balance Sheet

As at September 30, 2007 (\$ In 000's)

	Sept 2007	Dec 2006
ASSETS		
<u>CURRENT ASSETS</u>		
Accounts Receivable – Trade	\$ 27,782	22,044
Accounts Receivable - Unbilled Revenue	19,531	15,877
Due from WUC	3,156	849
Inventories	2,452	2,263
Prepaid Expenses	396	1,194
	53,317	42,227
<u>CAPITAL ASSETS</u>		
Plant and Equipment	260,244	253,669
Less: Accumulated Amortization	(85,625)	(77,711)
	174,619	175,958
<u>OTHER ASSETS</u>		
Work in Progress	480	171
Cost of Issuing Long-Term Indebtedness	877	1,012
Regulatory Assets	(6,353)	(504)
Investment in MAXESS Network		9,145
Future payments in lieu of tax	6,773	6,773
	1,777	16,597
	\$ 229,713	234,782
LIABILITIES & SHAREHOLDER'S EQUITY		
<u>CURRENT LIABILITIES</u>		
Bank Indebtedness	\$	
Accounts Payable and Accrued Liabilities	25,534	24,961
Due to Related Companies	387	216
Due to City of Windsor	4,588	5,064
Customer Deposits, current portion	1,155	1,115
Current Portion of Long-Term Borrowings	2,903	2,903
Obligations under Capital Lease, current p	53	53
	34,620	34,312
<u>LONG-TERM LIABILITIES</u>		
Bank Financing	25,294	16,907
Deferred Revenue	686	965
Customer Deposits, Net of current portion	7,354	4,673
Obligations under Capital Lease	8	38
Long-Term Borrowings	56,329	56,329
Vested Sick Leave	18	62
Employee Future Benefits	31,472	29,927
	121,161	108,901
<u>SHAREHOLDERS' EQUITY</u>		
Common shares	62,008	76,818
Contributed Capital	517	517
Retained Earnings	11,407	14,234
	73,932	91,569
	\$ 229,713	234,782



Income Statement

For the Period Ended September 30, 2007
(\$ In 000's)

	3 Months September 2007	3 Months September 2006	9 Months September 2007	9 Months September 2006
REVENUE				
Sale of Electrical Energy	\$ 11,673	12,150	33,113	30,902
Other Revenue	3,515	3,183	10,618	9,873
	15,188	15,333	43,731	40,775
EXPENSES				
Operating Expenses	7,119	7,398	22,826	23,039
OPERATING INCOME/EBITDA	8,069	7,935	20,905	17,736
OTHER EXPENSES				
Depreciation	2,746	2,766	8,262	8,251
Interest Expense	1,268	1,248	4,050	3,835
(Gain)/Loss on Sale of Capital Assets	(122)	(58)	(198)	(196)
Settlement of regulatory assets				(2,511)
	3,892	3,956	12,114	9,379
NET INCOME BEFORE TAXES	4,177	3,979	8,791	8,357
Payments in Lieu of Taxes	1,462	1,396	3,077	2,074
NET INCOME	\$ 2,715	2,583	5,714	6,283



Statement of Changes in Financial Position

For the Period Ended September 30, 2007
(\$ In 000's)

	3 Months September 2007	3 Months September 2006	9 Months September 2007	9 Months September 2006
Cash Provided by (used in):				
<u>OPERATING ACTIVITIES</u>				
Net Income	\$ 2,715	2,584	5,714	6,283
Add Items not Affecting Cash:				
Depreciation and Amortization	2,746	2,766	8,262	8,251
Change in Employee Future Benefits	515	539	1,545	1,620
(Gain)/ Loss on Sale of Capital Assets	(122)	-	(198)	(138)
Change in Non-cash Working Capital	(5,360)	(8,611)	(10,823)	(14,293)
Change in Work In Progress	(18)	(356)	(309)	(277)
Change in vested sick leave	-	-	(44)	
Change in Deposits	(833)	248	2,721	292
Deferred Revenue -C&DM	(233)	(6)	(279)	359
Cost of Issuing Long-Term Indebtedness	45	45	135	135
	(545)	(2,791)	6,724	2,232
<u>FINANCING ACTIVITIES</u>				
Increase (Decrease) in Bank Indebtedness	4,511	5,165	8,387	8,251
Increase (Decrease) in Bankers' Acceptances	-	(2,907)		(4,905)
Increase in Capital Lease Obligations	-	(10)		(28)
Capital Lease Payments	(7)	-	(30)	(9)
Dividend Declared	(1,000)		(1,000)	
	3,504	2,248	7,357	3,309
<u>INVESTING ACTIVITIES</u>				
Acquisition of Capital Assets	(2,215)	(2,109)	(6,925)	(6,297)
Adjustment to R/E Related to MaXess Asset Trans	(2,454)		(7,541)	
Decrease in stated capital (Maxess Asset Transfoe	-		(14,810)	
Decrease (increase) in investment in MaXess	-		9,145	
Change In Regulatory Assets	1,585	2,652	5,849	412
Decrease in Net Investment in lease	-	8,846		9,043
Capital lease cancellation		(8,846)		(8,846)
Proceeds from Sale of Capital Assets	125	-	201	147
	(2,959)	543	(14,081)	(5,541)
Net Increase (Decrease) in Cash for the Period	-	-	-	-
Cash, Beginning of Period	-	-	-	-
Cash, End of Period	\$ -	-	-	-