



## Balance Sheet

As at September 30, 2008

(\$ In 000's)

	September 2008	December 2007
<b>ASSETS</b>		
<b><u>CURRENT ASSETS</u></b>		
Accounts Receivable – Trade	\$ 21,472	17,546
Current Portion of Lease Receivable	2	2
Accounts receivable - Unbilled Revenue	19,207	18,452
Due from Related Parties	136	-
Due from WUC	2,397	-
Inventories	2,174	2,220
Prepaid Expenses	405	246
	<b>45,793</b>	<b>38,466</b>
<b><u>CAPITAL ASSETS</u></b>		
Plant and Equipment	270,230	263,527
Less: Accumulated Amortization	(96,514)	(88,327)
	<b>173,716</b>	<b>175,200</b>
<b><u>OTHER ASSETS</u></b>		
Net investment in lease	25	27
Work in Progress	458	458
Cost of Issuing Long-Term Indebtedness	697	832
Regulatory Assets	(10,489)	(5,010)
Future payments in lieu of tax	15,713	15,713
	<b>6,404</b>	<b>12,020</b>
	<b>\$ 225,913</b>	<b>225,686</b>
<b>LIABILITIES &amp; SHAREHOLDER'S EQUITY</b>		
<b><u>CURRENT LIABILITIES</u></b>		
	\$	
Accounts Payable and Accrued Liabilities	22,824	24,900
Due to Related Companies	-	654
Due to Windsor Utilities Commission	-	1,082
Due to City of Windsor	5,100	5,552
Customer Deposits, current portion	900	813
Current Portion of Long-Term Borrowings	3,073	3,073
Obligations under Capital Lease, current p	36	35
	<b>31,933</b>	<b>36,109</b>
<b><u>LONG-TERM LIABILITIES</u></b>		
Bank Financing	13,235	14,455
Deferred Revenue	231	329
Customer Deposits, Net of current portion	7,945	8,002
Obligations under Capital Lease	32	60
Long-Term Borrowings	53,256	53,256
Vested Sick Leave	19	17
Employee Future Benefits	33,105	31,504
	<b>107,823</b>	<b>107,623</b>
<b><u>SHAREHOLDERS' EQUITY</u></b>		
Common shares	62,008	62,008
Contributed Capital	517	517
Retained Earnings	23,632	19,429
	<b>86,157</b>	<b>81,954</b>
	<b>\$ 225,913</b>	<b>225,686</b>



## Income Statement

For the Period Ended September 30, 2008  
(\$ In 000's)

	3 Months September 2008	3 Months September 2007	9 Months September 2008	9 Months September 2007
<b>REVENUE</b>				
Sale of Electrical Energy	\$ 12,164	11,673	33,969	33,113
Other Revenue	3,748	3,515	11,052	10,618
	<b>15,912</b>	<b>15,188</b>	<b>45,021</b>	<b>43,731</b>
<b>EXPENSES</b>				
Operating Expenses	8,207	7,119	24,167	22,826
<b>OPERATING INCOME/EBITDA</b>	<b>7,705</b>	<b>8,069</b>	<b>20,854</b>	<b>20,905</b>
<b>OTHER EXPENSES</b>				
Depreciation	2,819	2,746	8,371	8,262
Interest Expense	1,083	1,267	3,403	4,050
(Gain)/Loss on Sale of Capital Assets	(15)	(122)	(172)	(198)
Settlement of regulatory assets				
	<b>3,887</b>	<b>3,891</b>	<b>11,602</b>	<b>12,114</b>
<b>NET INCOME BEFORE TAXES</b>	<b>3,818</b>	<b>4,178</b>	<b>9,252</b>	<b>8,791</b>
Payments in Lieu of Taxes	1,095	1,463	3,050	3,077
Future payments in lieu of taxes	-			
<b>NET INCOME</b>	<b>\$ 2,723</b>	<b>2,715</b>	<b>6,202</b>	<b>5,714</b>



## Statement of Changes in Financial Position

*For the Period Ended September 30, 2008*  
(\$ In 000's)

	<b>3 Months September 2008</b>	<b>3 Months September 2007</b>	<b>9 Months September 2008</b>	<b>9 Months September 2007</b>
Cash Provided by (used in):				
<b><u>OPERATING ACTIVITIES</u></b>				
Net Income	\$ 2,723	2,715	6,202	5,714
Add Items not Affecting Cash:				
Depreciation and Amortization	2,819	2,745	8,371	8,261
Change in Employee Future Benefits	534	515	1,601	1,545
(Gain)/ Loss on Sale of Capital Assets	(15)	(122)	(172)	(198)
Change in Non-cash Working Capital	(8,707)	(5,359)	(11,591)	(10,822)
Change in Work In Progress	(85)	(18)		(309)
Change in vested sick leave	2	-	2	(44)
Change in Deposits	97	(833)	30	2,721
Deferred Revenue -C&DM	(44)	(233)	(98)	(279)
Cost of Issuing Long-Term Indebtedness	45	45	135	135
	<b>(2,631)</b>	<b>(545)</b>	<b>4,480</b>	<b>6,724</b>
<b><u>FINANCING ACTIVITIES</u></b>				
Increase (Decrease) in Bank Indebtedness	6,267	4,510	(1,220)	8,386
Increase (Decrease) in Bankers' Acceptances	-	-		
Repayment of promissory note	-	-		
Increase in Capital Lease Obligations	1	-	1	
Capital Lease Payments	(9)	(7)	(27)	(30)
Dividend Declared	(2,000)	(1,000)	(2,000)	(1,000)
	<b>4,259</b>	<b>3,503</b>	<b>(3,246)</b>	<b>7,356</b>
<b><u>INVESTING ACTIVITIES</u></b>				
Acquisition of Capital Assets	(2,046)	(2,214)	(6,888)	(6,925)
Adjustment to R/E Related to MaXess Asset T.	-	(2,454)	-	(7,541)
Increase in Note Receivable (MaXess Asset T)	-	-	-	(14,809)
Decrease (increase) in investment in MaXess	5,479	-	5,479	9,145
Change In Regulatory Assets	(5,067)	1,584	2	5,848
Decrease in Net Investment in lease	(1)	-	-	-
Capital lease cancellation	-	-	-	-
Proceeds from Sale of Capital Assets	7	126	173	202
	<b>(1,628)</b>	<b>(2,958)</b>	<b>(1,234)</b>	<b>(14,080)</b>
Net Increase (Decrease) in Cash for the Period	-	-	-	-
Cash, Beginning of Period	-	-	-	-
Cash, End of Period	\$ -	-	-	-