

PowerStream Inc.
Balance Sheet
For the Period Ended September 30, 2005 (Unaudited)
(in thousands of dollars)

ASSETS

CURRENT

Cash and cash equivalents	\$53,264
Restricted Cash-Current portion of customer deposits	2,991
Short-term investments	4,716
Accounts receivable	70,804
Unbilled revenue	68,501
Income taxes recoverable	793
Inventory	4,220
Prepays and other	759
Deposits and other receivables	3,489
	<hr/> 209,537

PROPERTY, PLANT AND EQUIPMENT 352,108

OTHER ASSETS

Restricted Cash-Non-current portion of customer deposits	11,497
Deferred debt issue costs, net of amortization	3,809
Intangibles, net of amortization	544
Goodwill	32,988

\$610,483

LIABILITIES

CURRENT

Accounts payable and accrued liabilities	\$91,116
Due to related parties	51,166
	<hr/> 142,282

LONG-TERM LIABILITIES

Notes payable	146,102
Debentures payable	100,000
Regulatory Liabilities	26,906
Long-term customer deposits	11,497
Employee future benefits	5,038
Other	-174
	<hr/> 289,369

431,651

SHAREHOLDER'S EQUITY

CAPITAL STOCK:

Authorized:

Unlimited common shares

Issued:

1,000 Common shares

142,633

CONTRIBUTED SURPLUS

16,030

RETAINED EARNINGS

20,169

178,832

\$610,483

PowerStream Inc.
Statement of Earnings and Retained Earnings
For the Period Ended September 30, 2005 (Unaudited)
(in thousands of dollars)

REVENUE	
Energy and distribution	\$450,610
Other revenue	3,184
	453,794
EXPENSES:	
Cost of power purchased	377,824
High voltage transformation	792
Distribution	7,630
Utilization	1,171
Billing and collection	5,054
Administration and general	9,269
Taxes, other than amounts in lieu of corporate income taxes	1,622
	403,362
EARNINGS BEFORE AMORTIZATION, INTEREST AND INCOME TAXES	50,432
AMORTIZATION OF CAPITAL ASSETS AND INTANGIBLES	19,610
INTEREST EXPENSE	10,615
INCOME BEFORE INCOME TAXES	20,207
INCOME TAX EXPENSE	7,757
NET EARNINGS FOR THE PERIOD	12,450
RETAINED EARNINGS, BEGINNING OF PERIOD	7,719
RETAINED EARNINGS, END OF PERIOD	\$20,169

PowerStream Inc.
Statement of Cash Flows
For the Period Ended September 30, 2005 (Unaudited)
(in thousands of dollars)

NET (OUTFLOW) INFLOW OF CASH RELATED TO THE FOLLOWING ACTIVITIES	
OPERATING	
Net Earnings for the period	\$12,450
Adjustments to determine cash provided by operating activities	
Amortization of property, plant and equipment	18,740
Amortization of debt issue costs	415
Amortization of intangibles	357
Employee future benefits	815
Increase in regulatory liabilities	10,309
	43,086
Change in non-cash operating working capital	
Accounts Receivable	-27,804
Unbilled Revenue	-7,203
Inventory	695
Deposit and other receivables	-3,489
Prepaid Expenses	-273
Accounts payable and accrued liabilities	20,657
Income taxes recoverable	3,823
	-13,594
	29,492
FINANCING	
Decrease in customer deposits	-8,671
Increase in due to related parties	13,531
Increase in other liabilities	-280
	4,580
INVESTING	
Intangibles	135
Decrease in restricted cash - customer deposit	8,671
Decrease in short-term investments	3,164
Expenditure on capital assets, net of contribution of capital construction	-20,239
	-8,269
Increase in cash and cash equivalents during the period	25,803
Cash and cash equivalents, beginning of the period	27,461
Cash and cash equivalents, end of period	\$53,264