

PowerStream Inc.
Balance Sheet
September 30, 2008 (Unaudited)
(in thousands of dollars)

ASSETS

CURRENT

Cash	\$52,697
Restricted Cash-Current portion of customer deposits	1,485
Accounts receivable	62,748
Unbilled revenue	66,619
Inventory	7,201
Prepays and other	927

191,677

PROPERTY, PLANT AND EQUIPMENT

430,621

OTHER ASSETS

Restricted Cash-Non-current portion of customer deposits	11,356
Intangibles, net of amortization	1
Goodwill	32,988

\$666,643

LIABILITIES

CURRENT

Accounts payable and accrued liabilities	77,129
Income taxes payable	1,477
Due to related parties	12,844
Liability for subdivision development	4,144

95,594

LONG-TERM LIABILITIES

Notes payable	162,430
Debentures payable	97,312
Loan Payable	50,000
Regulatory Liabilities	19,336
Customer deposits	11,356
Employee future benefits	7,918
Other liabilities	5,265

353,617

SHAREHOLDER'S EQUITY

Share Capital	149,433
Contributed Surplus	14,324
Retained Earnings	53,675

217,432

\$666,643

PowerStream Inc.

Statement of Earnings and Retained Earnings(in thousands of dollars)

For the Period Ended September 30,2008 (Unaudited)

Revenue	
Sale of energy	\$368,336
Distribution Revenue	86,841
Other revenue	5,604
Total Revenue	460,781
Cost of power purchased	368,336
	92,445
Operating Expenses	31,010
Earnings before amortization,interest and income taxes	61,435
Amortization of Capital assets and intangibles	24,092
Net Interest expense	11,683
Income before income taxes	25,660
Income tax expense	8,866
Net earnings for the period	16,794
Retained earnings, beginning of year	45,395
Dividends	(8,514)
Retained earnings end of period	\$53,675

PowerStream Inc.
Statement of Cash Flows
For the Period Ended SEPT 30, 2008 (Unaudited)
(in thousands of dollars)

NET (OUTFLOW) INFLOW OF CASH RELATED TO THE FOLLOWING ACTIVITIES	
OPERATING	
Net Earnings for the period	\$16,794
Adjustments to determine cash provided by operating activities	
Amortization of property, plant and equipment	25,127
Amortization of debt issue costs	434
Amortization of intangibles	1
Employee future benefits	677
Increase in regulatory liabilities	8,325
(Gain) loss on disposal of fixed assets	(790)
	50,568
Change in non-cash operating working capital	
Accounts Receivable	(11,991)
Unbilled Revenue	(7,267)
Inventories	(1,053)
Prepaid Expenses	279
Accounts payable and accrued liabilities	(19,026)
Income tax payable	(1,157)
Total non-cash operating working capital	(40,215)
	10,353
FINANCING	
Increase in liability for subdivision development	0
Dividend paid	(8,514)
Decrease in customer deposits	(325)
Decrease in due to related parties	(3,904)
Increase in long term debt	56,120
Increase in other liabilities	574
	43,951
INVESTING	
Decrease in restricted cash - customer deposits	325
Expenditure on capital assets, net of contribution of capital construction	(25,637)
Proceeds on disposal of capital assets	71
	(25,241)
Decrease in cash and cash equivalents during the period	29,063
Cash and cash equivalents, beginning of the period	23,634
Cash and cash equivalents, end of period	\$52,697