

1 Q. Indicate projected costs in U.S. dollars of No. 6 fuel in each of the years 2002  
2 - 2011, inclusive, based (a) on the forecasts adopted in the application  
3 (consistent with Henderson, Schedule VII), and (b) based on the best and  
4 most current information available to Hydro.

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7 A. (a) The forecast market prices for No. 6 fuel based on the September  
8 2000 PIRA forecast are as follows:

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2002	19.88 \$US/bbl
2003	18.23 \$US/bbl
2004	16.38 \$US/bbl
2005	16.58 \$US/bbl

2010 19.66 \$US/bbl

After contract discounts of \$0.11 to  
\$0.14 per BBL

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12 (b) The forecast market prices for No. 6 fuel based on the July (short  
13 term) and June (long term) 2001 PIRA forecast are as follows:

2002	18.78 \$US/bbl
2003	18.33 \$US/bbl
2004	17.28 \$US/bbl
2005	17.03 \$US/bbl
2010	21.26 \$US/bbl

After contract discounts of \$0.11 to  
\$0.14 per BBL

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Please note PIRA provides a 2010 forecast beyond 2005. Hydro normally does a straight-line interpolation between these dates. For forecasts beyond 2010 Hydro consults with PIRA on long term sustainable crude prices and derives a No. 6 fuel price based on normal spreads between crude and No. 6 fuel.