

- 1 Q. Provide details of the calculation of the Debt Guarantee fee for each year
2 from 1992 to 2000 and forecast for 2001 and 2002 (JCR, Schedule IX).
3
4 A. Please see attached schedule.

	1991	1992	1993	1994	1995	1996	1997	1998	1998	2000	2001
	\$(000)	\$(000)	\$(000)	\$(000)	\$(000)	\$(000)	\$(000)	\$(000)	\$(000)	\$(000)	\$(000)
Long-Term Debt	1,326,099	1,435,363	1,366,982	1,305,944	1,115,463	1,335,509	1,189,700	1,285,200	1,002,000	834,800	965,558
Unrealized Foreign Exchange Losses	-	-	-	-	-	(61,499)	-	-	-	-	-
Promissory Notes (adjusted for recall impact)	-	-	85,598	95,863	187,046	93,344	212,883	110,631	106,477	156,737	185,671
Curr Portion of Long-Term Debt	190,846	42,620	38,711	34,661	149,542	177,018	147,300	124,700	12,100	162,900	113,576
Sub-Total	1,516,945	1,477,983	1,491,291	1,436,468	1,452,051	1,531,372	1,549,883	1,520,531	1,120,577	1,154,437	1,264,805
Less: Non Guaranteed Debt											
Churchill Falls (Labrador) Corporation	442,922	427,475	410,286	392,182	370,800	418,004	401,500	388,848	-	-	-
Swiss Franc Loan	28,286	-	-	-	-	-	-	-	-	-	-
Long Term Leases	6,530	6,631	6,398	6,138	5,848	5,524	6,386	6,984	6,000	5,300	3,712
Sub-Total	478,047	434,106	416,684	398,320	376,648	423,528	407,886	395,832	6,000	5,300	3,712
Base amount of debt	1,038,898	1,043,877	1,074,607	1,038,148	1,075,403	1,107,844	1,141,997	1,124,699	1,114,577	1,149,137	1,261,093
Guarantee fee @ 1% (Payable in Following Year)	10,389	10,439	10,746	10,381	10,754	11,078	11,420	11,247	11,146	11,491	12,611
Less: CFLCo related share @ 1%	(365)	(305)	(455)	(398)	(365)	(326)	(272)	(151)	(45)	(268)	(275)
Net NLH Guarantee Fee	10,024	10,134	10,291	9,983	10,389	10,752	11,148	11,096	11,101	11,223	12,336

Notes:
 1. The 2002 fee as filed was \$11,993,000. This was in error. The correct amount as shown above is \$12,336,000.
 This error will be corrected in any final revisions to the Cost of Service filed in September.