

1 Q. Do Hydro's current depreciation policies comply with Section 17 (1)(a) of the  
2 *Hydro Corporation Act*? If not, provide details on each variance from the  
3 depreciation and amortization policies of the corporation reflected in Hydro's  
4 December 31, 1994 audited financial statements.

5

6 A. Hydro's current depreciation policies do comply with section 17 (1) (a) of the  
7 Hydro Corporation Act.