

- 1 Q. Further to NP-90, provide details of the calculation of the 2002 forecast of  
2 \$6,646,000 Interest earned, RSP and \$8,504,000 interest capitalized.  
3  
4 A. See schedules below.

RATE STABILIZATION PLAN													
2002													
PLAN INTEREST (WACC) RATE *	7.16%												
DESCRIPTION	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
OPENING BALANCE	87,397	88,394	90,488	92,011	93,657	94,897	95,592	94,291	93,006	93,569	94,600	96,000	
INTEREST	521	527	540	549	559	566	570	563	555	558	564	573	6,646
ACTIVITY	476	1,566	983	1,097	681	129	-1,871	-1,848	8	473	836	1,198	
CLOSING BALANCE	88,394	90,488	92,011	93,657	94,897	95,592	94,291	93,006	93,569	94,600	96,000	97,771	

\* The effective annual WACC rate is 7.4%. The nominal rate compounded monthly is 7.16%, and is lower to reflect the benefit of monthly compounding.

WEIGHTED AVERAGE COST OF CAPITAL DURING CONSTRUCTION													
2002													
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Total
WACC MONTHLY RATE*	7.16%	7.16%	7.16%	7.16%	7.16%	7.16%	7.16%	7.16%	7.16%	7.16%	7.16%	7.16%	
CWIP OPENING BALANCE	76,897												
ASSET ADDITIONS	3,719	2,677	5,484	4,993	9,720	10,112	9,137	11,183	7,524	7,536	-5,710	-6,047	
COST OF CAPITAL	471	493	521	556	603	665	730	801	864	920	959	920	8,504
CLOSING BALANCE	81,087	84,257	90,262	95,810	106,133	116,911	126,778	138,761	147,150	155,606	150,855	145,729	

\* The effective annual WACC rate is 7.4%. The nominal rate compounded monthly is 7.16%, and is lower to reflect the benefit of monthly compounding.