

1 Q. Indicate projected costs in U.S. dollars of No. 6 fuel in each of the years 2004
2 - 2011, inclusive, based (a) on the forecasts adopted in the *sic*, and (b)
3 based on the best and most current information available to Hydro together
4 with a copy of the relevant forecast sources used.

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7 A. The attached table indicates the projected price in U.S. dollars of No. 6 fuel
8 for the years 2004 to 2010. Column (a) is the forecast used in the 2003 NLH
9 GRA. Column (b) is the latest No. 6 fuel price forecast. The PIRA Energy
10 Group provides Hydro with U.S. dollar price forecasts for No. 6 Fuel. Please
11 see attached tables provided by Hydro's forecast source.

No. 6 Fuel Oil Price (\$US/BBL)		
	(a)	(b)
2004	19.45	20.55
2005	18.80	18.80
2006	19.30	18.75
2007	20.25	18.85
2008	21.05	19.80
2009	21.90	20.65
2010	22.46	21.10
Notes: 1. Prices exclude Hydro's contract discounts. 2. PIRA's forecast for 2011 not available.		

column (a) forecast source

PIRA ENERGY GROUP LONG-TERM OIL PRICES FORECAST

Prepared: 1/8/03

	#6 2.2%S NYH (nom. \$) (\$/bbl)
2004	19.45
2005	18.80
2006	19.30
2007	20.25
2008	21.05
2009	21.90
2010	23.25

page 2, column (b) forecast sources

PIRA ENERGY GROUP SHORT-TERM OIL PRICES FORECAST

Prepared: 7/27/03

	#6 2.2% S
	NYH
(nom. \$)	(\$/bbl)
YR 2004	20.55

PIRA ENERGY GROUP LONG-TERM OIL PRICES FORECAST

Prepared: 7/1/03

	#6 2.2% S
	NYH
(nom. \$)	(\$/bbl)
2005	18.80
2006	18.75
2007	18.85
2008	19.80
2009	20.65
2010	21.10