

1 Q. Provide the most recent short and long range PIRA forecast of No. 6 fuel
2 cost (\$CDN) per barrel. (Finance & Accounting Evidence, Mark Bradbury,
3 page 5)

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6 A. The table below provides PIRA's most recent forecast of petroleum prices for
7 crude oil and 1% sulphur fuel oil for the 2006 to 2011 period. Hydro's price in
8 Canadian dollars reflects contract discounts and the most recent forecast for
9 exchange rate from Canadian financial institutions.

Holyrood Fuel Price Forecast

	<u>Crude Oil</u> <u>(\$US/bbl)</u>	<u>#6 1.0%s</u> <u>(\$US/bbl)</u>	<u>Discount</u> <u>(\$US/bbl)</u>	<u>\$US/\$Cdn</u> <u>Exchange</u>	<u>#6 1.0%s</u> <u>(\$Cdn/bbl)</u>
Oct-06	62.50	41.10	0.218	0.890	45.95
Nov-06	63.75	44.55	0.218	0.890	49.80
Dec-06	65.00	47.80	0.218	0.890	53.45
Jan-07	65.00	49.80	0.218	0.879	56.40
Feb-07	64.00	48.80	0.218	0.879	55.25
Mar-07	66.00	50.65	0.218	0.879	57.35
Apr-07	65.75	49.30	0.218	0.877	55.95
May-07	65.20	48.00	0.218	0.877	54.50
Jun-07	65.00	47.35	0.218	0.877	53.75
Jul-07	63.60	46.60	0.218	0.878	52.85
Aug-07	63.30	46.85	0.218	0.878	53.10
Sep-07	62.90	46.50	0.218	0.878	52.70
Oct-07	63.40	48.35	0.218	0.881	54.65
Nov-07	64.25	50.75	0.218	0.881	57.35
Dec-07	65.75	53.65	0.218	0.881	60.65
2007 Average	64.50	48.90	0.218	0.879	55.40
2008	62.00	51.35	0.218	0.880	58.10
2009	60.00	50.45	0.218	0.880	57.10
2010	60.00	50.95	0.218	0.880	57.65
2011	60.00	51.40	0.218	0.880	58.15

Note: Crude Oil price represents West Texas Intermediate (WTI) at Cushing.