In reference to Schedule "B", page 45 of 82, please provide the rationale for the Aliant pole purchase as follows:

2 3 4

1

Q. How much will the pole purchase, upon completion, add to Newfoundland Power's rate base?

5 6 7

8

A. The purchase of Aliant poles will be completed in 2005. The total impact of the purchase on the Company's average rate base is forecast to be approximately \$33 million.