

In reference to the 2002 Capital Expenditure status Reports and Items 1, 2, 3 (sic) and 10:

Q. Please advise if all these relate to the relocation of the gas turbine from Salt Pond to Wesleyville (sic).

A. Note 3 to the 2002 Capital Expenditure Status Report relates to a penstock replacement at Seal Cove, Conception Bay.

Notes 4 and 10 of Appendix A to the 2002 Capital Expenditure Status Report relate to the relocation of the Salt Pond gas turbine to New-Wes-Valley, Bonavista Bay.

A portion of Note 1, relating to the deferred replacement of the air intake enclosure, and Note 2, referring to the deferment of the installation of the governor and control logic, are not related to the relocation of the gas turbine to New-Wes-Valley. These expenditures are required to ensure the viability of the plant's operational status.