

1 **Q. Please file a copy of Hydro's latest oil price forecast. When will the oil price**
2 **forecast be next updated?**

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4 A. Attachment A is a copy of the most recent fuel price projection provided to
5 Newfoundland Power by Newfoundland and Labrador Hydro ("Hydro").

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7 The fuel price projection provided as Attachment A was included in Hydro's application
8 to the Board, filed on April 15, 2009, for approval of the Rate Stabilization Plan
9 component of the rates to be charged to Newfoundland Power.

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11 Fuel price projections are made available to Newfoundland Power every October and
12 April through the operation of Hydro's Rate Stabilization Plan.¹ In addition to these fuel
13 price forecasts, Hydro will provide Newfoundland Power with fuel price forecasts or
14 marginal production cost estimates when requested in connection with activities such as
15 the development of conservation programming and the Retail Rate Review.

¹ In accordance with the Rate Stabilization Plan, Hydro is required to file with the Board a fuel price projection in April and October of each year.

**Newfoundland and Labrador Hydro
Fuel Price Projection**

NEWFOUNDLAND AND LABRADOR HYDRO
Fuel Price Projection
As at March 31, 2009

SCHEDULE A
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	\$/bbl
PIRA Forecast \$ US/bbl ⁽¹⁾	
July	50.65
August	53.45
September	51.40
October	53.90
November	57.10
December	62.05
January	65.80
February	65.80
March	65.80
April	65.80
May	65.80
June	65.80
Average \$US/bbl ⁽²⁾	60.30
NLH Test Year Contract Discount (\$US/bbl)	<u>(0.218)</u>
	\$60.08
Can\$/US\$ Noon Exchange Rate ⁽³⁾	<u>1.2645</u>
NLH Fuel Price Projection (\$Can/bbl) ⁽²⁾	<u>\$75.95</u>

Notes:

- (1) The forecast for July to December is based on the PIRA monthly short-term forecast dated March 27, 2009. The forecast for January to June is based on the PIRA annual long-term forecast dated January 6, 2009.
- (2) Price per barrel is rounded to the nearest \$0.05.
- (3) Monthly average of the Bank of Canada Can\$/US\$ Noon Exchange Rate for the month of March 2009, rounded to 4 decimal places.