

Newfoundland Power Inc.

Reconciliation Of
Average Invested Capital to Average Rate Base
(\$000s)

		<u>Forecasts</u>		
	<u>2001 Actual</u>	<u>2002</u>	<u>2003 Proposed</u>	<u>2004 Proposed</u>
Average Rate Base ¹	\$ 545,162	\$ 573,094	\$ 597,232	\$ 619,125
Average Deferred Charges Net of Deferred Credits	54,567	63,760	72,708	79,738
Other Miscellaneous Differences ²	\$ (8,981)	\$ (2,251)	\$ 251	\$ 96
Average Invested Capital ³	\$ 590,748	\$ 634,603	\$ 670,191	\$ 698,959

1. Average Rate Base from Return 3 of the 2001 Annual Report to the Board.
Forecasts of Average Rate Base for 2002-2004 as shown in Exhibit BVP-9, page 1 of 2, line 27.
2. Amount mainly related to working capital changes.
3. Regulated Average Invested Capital from Return 17 of the 2001 Annual Report to the Board.
Forecasts of Invested Capital for 2002-2004 as shown in Exhibit BVP-10, page 1 of 1, line 6.