

**London Hydro Inc.**  
**Operating Highlights**  
For the year ended December 31, 2004

						YTD 2004	1ST Quarter	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04
Customer Class Desc	Billing Determ	PILS Rate 2001 Component	PILS Rate 2002 and 2003 Component	PILS Rate 2004	Distribution Rate	Consumption	Consumption	Consumption	Consumption	Consumption	Consumption	Consumption	Consumption	Consumption	Consumption	Consumption
<b>Distribution Revenue - Fixed</b>																
Residential	customer	\$ 0.55750	\$ 1.73290	\$ -	11.48	1,473,056	373,191	118,529	115,409	130,195	122,875	126,917	119,536	119,561	127,025	119,819
General Service < 50 KW	customer	\$ 1.56220	\$ 0.48559	0	31.79	142,019	35,570	11,637	11,343	12,409	11,910	11,995	11,811	11,634	12,049	11,661
General Service > 50 KW	customer	\$ 15.26920	\$ 47.46330		250.21	15,751	3,936	1,299	1,262	1,359	1,306	1,333	1,311	1,297	1,345	1,302
General Service > 50 KW Time of Use	customer	\$ 15.26920	\$ 47.46330		250.21	2,790	683	231	230	232	232	231	231	231	241	247
Large User	customer	\$ 775.46800	\$ 2,410.49000		13795.56	36	9	3	3	3	3	3	3	3	3	3
Cogeneration < 1MW	customer	\$ 110.72780	\$ 344.19020		2754.29	47	12	4	4	4	4	4	4	3	4	4
Streetlight - Time of Use	connection	\$ 0.01330	\$ 0.04140		0.27	374,365	92,976	31,098	31,129	31,129	31,238	31,255	31,289	31,347	31,448	31,456
Sentinel Lights - Non time of use	connection	\$ 0.02430	\$ 0.07540		0.48	9,562	2,434	810	408	1,196	768	799	797	781	815	752
Unmetered Loads < 50 KW	connection	\$ 0.02430	\$ 0.07540		0.48	18,314	4,621	1,517	452	2,597	1,528	1,537	1,524	1,479	1,577	1,481
						<b>1,633,711</b>	<b>413,404</b>	<b>131,704</b>	<b>128,253</b>	<b>144,203</b>	<b>136,331</b>	<b>140,483</b>	<b>132,897</b>	<b>132,730</b>	<b>140,669</b>	<b>133,035</b>
<b>Distribution Revenue - Variable</b>																
Residential	kWh's	0.000457	0.001422	0	0.0093	406,330,276	310,830,516	80,204,184	15,511,703	(85,641)	(44,086)	(37,623)	(30,968)	(19,462)	(5,325)	6,977
General Service < 50 KW	kWh's	0.000333	0.001036	0	0.0070	147,147,549	109,451,734	31,369,430	6,494,911	(45,184)	(17,014)	(30,483)	(23,286)	(50,000)	(2,560)	-
General Service > 50 KW	kWh's	0.048680	0.151320	0	0.9587	631,713	463,224	139,685	28,508	296	-	-	-	-	-	-
General Service > 50 KW TOU	kWh's	0.048680	0.151320	0	0.9587	584,266	435,691	148,575	-	-	-	-	-	-	-	-
Large User	kWh's	0.056373	0.175232	0	1.0958	130,336	97,653	32,683	-	-	-	-	-	-	-	-
Cogeneration < 1MW - incremental	kWh's	0.155763	0.484179	0	3.2492	3,253	2,846	407	-	-	-	-	-	-	-	-
Cogeneration < 1MW - standby	kWh's	0.065905	0.204862	0	2.1146	51,600	38,700	12,900	-	-	-	-	-	-	-	-
Cogeneration > 1 MW - incremental	kWh's	0.155763	0.484179	0	3.2492	-	-	-	-	-	-	-	-	-	-	-
Cogeneration > 1 MW - standby	kWh's	0.065905	0.204862	0	2.1146	-	-	-	-	-	-	-	-	-	-	-
Streetlight - Time of Use	kWh's	0.048296	0.150124	0	0.9928	20,448	15,326	5,122	-	-	-	-	-	-	-	-
Sentinel Lights - Non time of use	kWh's	0.050601	0.157290	0	1.1027	841	642	200	3	20	(21)	-	-	-	-	(2)
Unmetered Loads < 50 KW	kWh's	0.000333	0.001036	0	0.0070	2,917,303	2,204,369	710,073	6	2,856	-	-	-	-	-	-
						<b>557,817,585</b>	<b>423,540,701</b>	<b>112,623,258</b>	<b>22,035,131</b>	<b>(127,653)</b>	<b>(61,121)</b>	<b>(68,105)</b>	<b>(54,253)</b>	<b>(69,462)</b>	<b>(7,885)</b>	<b>6,975</b>
<b>Distribution Revenue - Variable</b>																
Residential	kWh's	0	0	0.003599	0.0100	658,880,860	-	6,004,125	63,745,541	79,008,958	81,951,661	93,858,848	87,463,411	84,468,993	79,848,463	82,530,860
General Service < 50 KW	kWh's	0	0	0.002553	0.0082	263,390,177	-	2,181,845	25,472,899	33,007,295	33,544,310	34,953,639	35,420,868	33,784,556	32,519,850	32,504,915
General Service > 50 KW	kWh's	0	0	0.316098	1.6229	1,226,357	-	8,446	115,955	166,106	161,128	162,102	156,774	157,897	154,275	143,674
General Service > 50 KW TOU	kWh's	0	0	0.316098	1.6229	1,288,418	-	-	151,533	163,815	170,078	167,495	164,161	167,722	151,885	151,729
Large User	kWh's	0	0	0.351788	1.9808	294,933	-	-	32,241	37,069	38,878	37,781	38,312	40,124	37,190	33,338
Cogeneration < 1MW - incremental	kWh's	0	0	1.152076	3.8221	8,023	-	-	758	1,129	1,565	2,724	1,115	3,249	(4,142)	1,625
Cogeneration < 1MW - standby	kWh's	0	0	0.326667	2.2396	99,700	-	-	12,900	12,900	12,900	12,900	12,900	9,400	12,900	12,900
Streetlight - Time of Use	kWh's	0	0	0.408531	1.6555	41,175	-	-	5,126	5,126	5,140	5,143	5,147	5,155	5,168	5,169
Sentinel Lights - Non time of use	kWh's	0	0	0.442255	1.7297	1,636	-	15	109	290	195	207	206	202	211	202
Unmetered Loads < 50 KW	kWh's	0	0	0.002553	0.0082	5,877,791	-	34,137	383,354	1,080,159	719,172	747,505	746,279	696,528	773,009	697,650
						<b>931,109,072</b>	<b>-</b>	<b>8,228,568</b>	<b>89,920,416</b>	<b>113,482,846</b>	<b>116,605,028</b>	<b>129,948,344</b>	<b>124,009,174</b>	<b>119,333,827</b>	<b>113,498,808</b>	<b>116,082,062</b>
<b>Total energy billed</b>						<b>1,488,926,657</b>	<b>423,540,701</b>	<b>120,851,826</b>	<b>111,955,547</b>	<b>113,355,193</b>	<b>116,543,906</b>	<b>129,880,238</b>	<b>123,954,921</b>	<b>119,264,365</b>	<b>113,490,923</b>	<b>116,089,037</b>
<b>% of Energy unbilled from March 31, 2004</b>								<b>93%</b>	<b>20%</b>	0%	0%	0%	0%	0%	0%	0%

						YTD 2004	1ST Quarter	1ST Quarter	1ST Quarter	Apr-04	Apr-04	Apr-04	May-04	May-04	May-04
Customer Class Desc	Billing Determ	PILS Rate 2001 Component	PILS Rate 2002 and 2003 Component	PILS Rate 2004	Distribution Rate	Consumption	Consumption	Recoveries PILS Rate 2001 Component	Recoveries PILS Rate 2002 and 2003 Component	Consumption	Recoveries PILS Rate 2001 Component (93%)	Recoveries PILS Rate 2002 and 2003 Component (93%)	Consumption	Recoveries PILS Rate 2001 Component (20%)	Recoveries PILS Rate 2002 and 2003 Component (20%)
<b>Distribution Revenue - Fixed</b>															
Residential	customer	\$ 0.55750	\$ 1.73290	\$ -	11.48	1,473,056	373,191	\$ 208,054	\$ 646,703	118,529	\$ 61,454	\$ 191,020	115,409	\$ 12,868	\$ 39,998
General Service < 50 KW	customer	\$ 1.56220	\$ 0.48559	0	31.79	142,019	35,570	\$ 55,568	\$ 17,272	11,637	\$ 16,907	\$ 5,255	11,343	\$ 3,544	\$ 1,102
General Service > 50 KW	customer	\$ 15.26920	\$ 47.46330		250.21	15,751	3,936	\$ 60,103	\$ 186,825	1,299	\$ 18,445	\$ 57,336	1,262	\$ 3,854	\$ 11,981
General Service > 50 KW Time of Use	customer	\$ 15.26920	\$ 47.46330		250.21	2,790	683	\$ 10,423	\$ 32,399	no unbilled	\$ -	\$ -	no unbilled	\$ -	\$ -
Large User	customer	\$ 775.46800	\$ 2,410.49000		13795.56	36	9	\$ 6,979	\$ 21,694	3	\$ 2,164	\$ 6,725	3	\$ 465	\$ 1,446
Cogeneration < 1MW	customer	\$ 110.72780	\$ 344.19020		2754.29	47	12	\$ 1,329	\$ 4,130	4	\$ 412	\$ 1,280	4	\$ 89	\$ 275
Streetlight - Time of Use	connection	\$ 0.01330	\$ 0.04140		0.27	374,365	92,976	\$ 1,237	\$ 3,849	31,098	\$ 385	\$ 1,197	31,129	\$ 83	\$ 258
Sentinel Lights - Non time of use	connection	\$ 0.02430	\$ 0.07540		0.48	9,562	2,434	\$ 59	\$ 184	810	\$ 18	\$ 57	408	\$ 2	\$ 6
Unmetered Loads < 50 KW	connection	\$ 0.02430	\$ 0.07540		0.48	18,314	4,621	\$ 112	\$ 348	1,517	\$ 34	\$ 106	452	\$ 2	\$ 7
								<b>\$ 343,863</b>	<b>\$ 913,405</b>		<b>\$ 99,819</b>	<b>\$ 262,978</b>		<b>\$ 20,907</b>	<b>\$ 55,074</b>

**Total unreported recoveries on fixed charges for April and May 2004 due to no prorating on fixed charges**

**\$ 438,778**

<b>PILS Recoveries vs Proxies</b>			
	<b>2003</b>	<b>2004</b>	<b>2005</b>
<b>PILS proxies in rates</b>	\$ 8,708,534	\$ 2,177,089	\$ 1,654,031
		4,962,092	4,239,022
	\$ 8,708,534	\$ 7,139,181	\$ 5,893,053
<b>PILS Recoveries Calculations</b>			
	<b>2003</b>	<b>2004</b>	<b>2005</b>
	\$ 9,028,302	\$ 2,212,052	\$ 1,757,990
		4,763,376	4,368,295
	\$ 9,028,302	\$ 6,975,428	\$ 6,126,285
<b>Recovery Variances</b>			
	<b>2003</b>	<b>2004</b>	<b>2005</b>
	\$ (319,768)	\$ (34,963)	\$ (103,959)
	-	198,716	(129,273)
	\$ (319,768)	\$ 163,753	\$ (233,232)