

**HYDRO ONE NETWORKS INC.**  
**TRANSMISSION**  
**Regulatory Assets for Approval**  
 As at December 31, 2010  
 (\$ Millions)

<b>Line No.</b>	<b>Particulars</b>	<b>Balance as at Dec 31, 2009</b>	<b>Balance as at Dec 31, 2010</b>
		(a)	(b)
1	Export Service Credit Revenue	(4.8)	(4.9)
2	Secondary Land Use Revenue	(3.2)	(3.2)
3	Station Maintenance and E&CS Revenue	(4.4)	(4.4)
4	IPSP & Other Long Term Planning Costs	1.9	2.0
5	Pension Cost Differential	3.1	3.1
6	<b>Total Regulatory Assets</b>	<b>\$ (7.4)</b>	<b>\$ (7.4)</b>

(a) 2009 interest is based on the OEB prescribed rates.

**HYDRO ONE NETWORKS INC.**  
**TRANSMISSION**  
**Planned Disposition of Regulatory Assets**  
**Schedule of Annual Recoveries\***  
**Year Ending December 31**  
**(\$ Millions)**

<u>Line</u> <u>No.</u>	<u>Particulars</u>	<u>2011</u> <u>(a)</u>	<u>2012</u> <u>(b)</u>	<u>Total</u> <u>(c)</u>
1	Adjustment to Revenue Requirement	(10.0)	2.6	(7.4)

\* Note: Above figures do not include interest improvement during the recovery period

**HYDRO ONE NETWORKS INC.**  
**TRANSMISSION**  
Continuity Schedules - Regulatory Assets

**Year Ending December 31, 2007**

Account Description	Account Number	Opening Principal Amounts	Transactions During Year	Closing Principal Balance	Opening Interest Amounts	Interest	Closing Interest Balance	Total Principal plus Interest
Export Service Credit Revenue	2405	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
External Secondary Land Use Revenue	2405	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
External Stations & ECS Revenue	2405	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
IPSP & Other Long Term Project Planning Costs	1508	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Pension Cost Differential	2405	\$0.0	(\$1.3)	(\$1.3)	\$0.0	\$0.0	\$0.0	(\$1.3)
<b>Total</b>		\$0.0	(\$1.3)	(\$1.3)	\$0.0	\$0.0	\$0.0	(\$1.3)

**Year Ending December 31, 2008**

Account Description	Account Number	Opening Principal Amounts	Transactions During Year	Closing Principal Balance	Opening Interest Amounts	Interest	Closing Interest Balance	Total Principal plus Interest
Export Service Credit Revenue	2405	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
External Secondary Land Use Revenue	2405	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
External Stations & ECS Revenue	2405	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
IPSP & Other Long Term Project Planning Costs	1508	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Pension Cost Differential	2405	(\$1.3)	\$1.8	\$0.5	\$0.0	(\$0.1)	(\$0.1)	\$0.4
<b>Total</b>		(\$1.3)	\$1.8	\$0.5	\$0.0	(\$0.1)	(\$0.1)	\$0.4

**Year Ending December 31, 2009**

Account Description	Account Number	Opening Principal Amounts	Transactions During Year	Closing Principal Balance	Opening Interest Amounts	Interest	Closing Interest Balance	Total Principal plus Interest
Export Service Credit Revenue	2405	\$0.0	(\$4.8)	(\$4.8)	\$0.0	\$0.0	\$0.0	(\$4.8)
External Secondary Land Use Revenue	2405	\$0.0	(\$3.2)	(\$3.2)	\$0.0	\$0.0	\$0.0	(\$3.2)
External Stations & ECS Revenue	2405	\$0.0	(\$4.4)	(\$4.4)	\$0.0	\$0.0	\$0.0	(\$4.4)
IPSP & Other Long Term Project Planning Costs	1508	\$0.0	\$1.9	\$1.9	\$0.0	\$0.0	\$0.0	\$1.9
Pension Cost Differential	2405	\$0.5	\$2.7	\$3.2	(\$0.1)	\$0.0	(\$0.1)	\$3.1
<b>Total</b>		\$0.5	(\$7.8)	(\$7.3)	(\$0.1)	\$0.0	(\$0.1)	(\$7.4)