

**UNDERTAKING NO. JT1.10:**

TO PROVIDE THE DEFERRAL ACCOUNT BALANCE DIVIDED BY FOUR YEARS,  
 PLUS THE RETURN.

**Response: (Revised 01/17/12)**

	2011 CGAAP	2011 MIFRS	Difference - PP&E Deferral Amount
Gross Fixed Assets	78,511,837	77,871,181	
Accumulated Depreciation	(28,782,376)	(27,801,750)	
<b>Net Book Value</b>	<b>49,729,461</b>	<b>50,069,431</b>	<b>339,970</b>

<i>Annual Amortization of PP&amp;E Amount (25% of \$339,970 for 2012, 2013, 2014 &amp; 2015)</i>	<b>84,992</b>
<b>Add: Return on Rate Base (7.06%)</b>	<b>24,002</b>
<b>Reduction in Annual Depreciation Expense</b>	<b>108,994</b>