

Undertaking No. J2.4

To provide the CAP-EX to depreciation ratios from 2008 to 2013, and also to look at the asset management plan and the CAP-EX for 2015 and 2016.

Response:

	CGAAP			IFRS						Average 2008-2016
	2008	2009	2010	2011	2012	2013	2014	2015	2016	
Capital Expenditures	50,737	58,310	52,714	42,159	63,942	46,173	45,351	44,766	46,209	50,040
Depreciation	33,847	35,335	38,114	27,833	28,062	28,773	30,305	31,214	32,151	31,737
% CapEx/Depreciation	150%	165%	138%	151%	228%	160%	150%	143%	144%	158%

Note: The depreciation expense amounts for 2015 and 2016 have been calculated using the average percentage increase in the depreciation expense amount from 2011 to 2014.

As noted from the table above, Enersource's capital spending requirements have exceeded, or are projected to exceed, the depreciation expense by an average of 58% annually over the 2008 to 2016 period.