
ERIE THAMES POWERLINES CORPORATION

REVISED - FINANCIAL STATEMENTS

DECEMBER 31, 2001



ERIE THAMES POWERLINES CORPORATION
INDEX TO REVISED - FINANCIAL STATEMENTS
DECEMBER 31, 2001

	Page
Notice to Reader	1
Revised - Balance Sheet	2
Revised - Statement of Retained Earnings	3
Revised - Statement of Income	4





Davis Martindale LLP
— CHARTERED ACCOUNTANTS —

Bruce M. Barran, C.A., CFP
Mike D. Evans, C.A., CFP
William J.R. Gohm, C.I.P.*
Michael K. Koenig, C.G.A., CFP*
L. Ron Martindale, B.A., C.A.
Ron L. Martindale, C.A., CBV
Ian D. McIntosh, F.C.A.
Paul R. Panabaker, C.A., CFP, RFP

* Principal

NOTICE TO READER

We have compiled the revised - balance sheet of ERIE THAMES POWERLINES CORPORATION as at December 31, 2001 and the revised - statements of income and retained earnings for the three months then ended from information provided by management. We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

London, Ontario
May 28, 2003

Davis Martindale LLP

Chartered Accountants

ERIE THAMES POWERLINES CORPORATION

REVISED - BALANCE SHEET

AS AT DECEMBER 31, 2001

ASSETS

	2001
Current	
Bank	\$ 2,739,816
Accounts receivable	3,932,324
Income taxes recoverable	<u>7,000</u>
	6,679,140
Capital Assets	12,698,629
Deferred Charges	1,078,972
Goodwill	<u>86,667</u>
	<u>\$20,543,408</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current	
Accounts payable and accrued liabilities	\$ 3,767,192
Customer deposits	334,259
Due to related party	<u>103,180</u>
	4,204,631
Long-Term Debt	
Related party note payable	8,038,524
Future payment in lieu of income taxes	<u>153,993</u>
	8,192,517
Shareholders' Equity	
Share capital	8,038,524
Retained earnings	<u>107,736</u>
	<u>8,146,260</u>
	<u>\$20,543,408</u>

Refer to attached Notice to Reader



ERIE THAMES POWERLINES CORPORATION
REVISED - STATEMENT OF RETAINED EARNINGS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2001

	2001
Balance, Beginning of Period	\$ 1,043,110
Net Income (Loss)	<u>(935,374)</u>
Balance, End of Period	\$ <u>107,736</u>

Refer to attached Notice to Reader



ERIE THAMES POWERLINES CORPORATION
REVISED - STATEMENT OF INCOME
FOR THE THREE MONTHS ENDED DECEMBER 31, 2001

	2001	%
Electricity Revenue	\$7,356,647	100.00
Cost of Power	<u>7,062,232</u>	<u>96.00</u>
Gross Margin	294,415	4.00
Expenses		
Billing and collecting	1,668	0.02
Community relations	13,594	0.18
Regulatory and professional	54,677	0.74
Office and administration	26,352	0.36
Direct operation	<u>670,140</u>	<u>9.11</u>
	<u>766,431</u>	<u>10.41</u>
Net Income (Loss) from Operations Before Taxes, Interest & Amortization	(472,016)	(6.41)
Amortization	187,639	2.55
Interest	<u>172,223</u>	<u>2.34</u>
Net Income (Loss) from Operations Before Tax	(831,878)	(11.30)
Other Income		
Investment income	27,516	0.37
Other income	<u>30,081</u>	<u>0.41</u>
	<u>57,597</u>	<u>0.78</u>
Net Income (Loss) Before Income Tax	(774,281)	(10.52)
Payment in Lieu of Income Taxes		
Current	7,100	0.10
Future tax expense	<u>153,993</u>	<u>2.09</u>
	<u>161,093</u>	2.19
Net Income (Loss)	<u>\$ (935,374)</u>	<u>(12.71)</u>

Refer to attached Notice to Reader

