

CALCULATION OF OUTPUT QUANTITY, INPUT QUANTITY AND PRODUCTIVITY INDEXES
Hydro One Networks, Inc.

Output Quantity Measures											
	Total	Average		Total Deliveries	Average		System Capacity	Average		Output Index	Average
	Customers	Growth	2002-2012		Growth	2002-2012	Proxy	Growth	2002-2012		2002-2012
Econometric Weights-->	0.4077	60.6%		0.0712	10.6%		0.1942	28.9%		100.00%	67.3%
2002	1,113,463			21,556,707,252			4,294,344			100.00	
2003	1,129,064	1.4%		22,403,641,725	3.9%		4,350,791	1.3%		101.64	1.6%
2004	1,140,552	1.0%		22,598,933,403	0.9%		4,350,791	0.0%		102.36	0.7%
2005	1,152,927	1.1%		22,976,809,392	1.7%		4,407,238	1.3%		103.60	1.2%
2006	1,164,887	1.0%		22,312,008,993	-2.9%		4,407,238	0.0%		103.92	0.3%
2007	1,173,360	0.7%		23,063,283,000	3.3%		4,407,238	0.0%		104.75	0.8%
2008	1,187,253	1.2%		22,541,000,000	-2.3%		4,407,238	0.0%		105.24	0.5%
2009	1,193,767	0.5%		21,762,000,000	-3.5%		4,407,238	0.0%		105.20	0.0%
2010	1,203,030	0.8%		21,663,000,000	-0.5%		4,407,238	0.0%		105.64	0.4%
2011	1,211,071	0.7%	0.93%	23,414,000,000	7.8%	0.92%	4,407,238	0.0%	0.29%	106.94	1.2%
2012	1,221,411	0.9%	0.93%	23,342,000,000	-0.3%	0.80%	4,407,238	0.0%	0.26%	107.46	0.5%
Cost											
	Average		OM&A	Average		Total	Average		Shares of Total Cost		
	Capital	Growth		2002-2012	Growth		2002-2012	Capital	OM&A	Total	
2002	553,734,238		311,752,504		865,486,742				64.0%	36.0%	100.0%
2003	569,989,086	2.9%	314,667,820	0.9%	884,656,906	2.2%			64.4%	35.6%	100.0%
2004	584,353,385	2.5%	302,317,018	-4.0%	886,670,403	0.2%			65.9%	34.1%	100.0%
2005	602,089,120	3.0%	330,358,048	8.9%	932,447,168	5.0%			64.6%	35.4%	100.0%
2006	617,035,854	2.5%	374,027,584	12.4%	991,063,439	6.1%			62.3%	37.7%	100.0%
2007	639,565,857	3.6%	451,571,700	18.8%	1,091,137,557	9.6%			58.6%	41.4%	100.0%
2008	672,248,686	5.0%	447,646,800	-0.9%	1,119,895,486	2.6%			60.0%	40.0%	100.0%
2009	674,628,103	0.4%	485,626,332	8.1%	1,160,254,435	3.5%			58.1%	41.9%	100.0%
2010	712,614,053	5.5%	521,315,480	7.1%	1,233,929,534	6.2%			57.8%	42.2%	100.0%
2011	736,394,921	3.3%	524,798,323	0.7%	1,261,193,244	2.2%	4.18%		58.4%	41.6%	100.0%
2012	705,896,473	-4.2%	510,526,813	-2.8%	1,216,423,286	-3.6%	3.40%		58.0%	42.0%	100.0%
								Average:	61.1%	38.9%	
Input Quantity											
	Average		OM&A	Average		Average	Index	Index	Average		
	Capital	Growth		2002-2012	Growth				2002-2012	Total	Growth
2002	33,075,415		3,117,525		100.00						
2003	33,885,927	2.4%	3,078,540	-1.3%	101.11	1.1%					
2004	34,675,474	2.3%	2,884,940	-6.5%	100.34	-0.8%					
2005	35,399,732	2.1%	3,054,457	5.7%	103.74	3.3%					
2006	36,549,132	3.2%	3,395,881	10.6%	110.05	5.9%					
2007	36,976,990	1.2%	3,965,317	15.5%	117.84	6.8%					
2008	37,947,238	2.6%	3,839,015	-3.2%	118.10	0.2%					
2009	37,624,536	-0.9%	4,111,573	6.9%	120.85	2.3%					
2010	38,941,760	3.4%	4,284,333	4.1%	125.43	3.7%					
2011	40,177,088	3.1%	4,241,479	-1.0%	127.19	1.4%	2.67%				
2012	40,561,210	1.0%	4,062,026	-4.3%	125.61	-1.3%	2.28%				
Productivity Trends											
	Average		OM&A	Average		Total	Index	Average			
	Capital	Growth		2002-2012	Growth			2002-2012	Total	Growth	2002-2012
2002	100.00		100.00		100.00						
2003	99.21	-0.79%	102.93	2.89%	100.52	0.52%					
2004	97.64	-1.60%	110.61	7.20%	102.01	1.47%					
2005	96.79	-0.87%	105.74	-4.51%	99.86	-2.13%					
2006	94.05	-2.88%	95.40	-10.28%	94.43	-5.59%					
2007	93.69	-0.37%	82.35	-14.71%	88.89	-6.05%					
2008	91.73	-2.12%	85.46	3.71%	89.11	0.25%					
2009	92.48	0.81%	79.76	-6.90%	87.05	-2.34%					
2010	89.73	-3.02%	76.87	-3.70%	84.22	-3.30%					
2011	88.04	-1.90%	78.60	2.23%	84.08	-0.17%	-1.93%				
2012	87.63	-0.47%	82.47	4.81%	85.55	1.74%	-1.56%				