Collus Power Corp.

Calculation of Deemed Rate Base and Recapitalization Dividend Based on Audited Financial Statements as at December 31, 2011 Non-IFRS Basis

Schedule B

	N-1 D-1	Note			
	Net Book	Net Book	Rate Base		
	Value as at 31-Dec	Value as at 31-Dec	as at 31-Dec		
	2010	2011	2011		
ASSETS	(Actual)	(Actual)	(Actual)	-	
Current Assets	(******)	(*******)	(*******)		
Cash	\$ 2,922,832	901,124			
Other current assets	8,528,914	8,791,913	Investment in Fixed Assets		
	11,451,746	9,693,037			
			PPE - December 31, 2011	13,136,809	А
Property, plant and equipment	12,763,581	13,136,809			
Goodwill	276,704	276,704	PPE - December 31, 2010	12,763,581	В
Intangible assets - software	278,072	187,564			
Future taxes recoverable	157,097	179,388	Simple average - PPE	12,950,195	С
	24,927,200	23,473,502	Allowance for NWC		
			2011 Cost of power	29,031,935	
LIABILITIES AND SHAREHOLDER'S EQUITY Current Liabilities			2011 OM&A Less: OMA amortization	5,136,490	
Accounts payable and accruals	7,384,308	6,562,882	Total costs	(1,053,169) 33,115,256	
Customer deposits, current	430,736	524,234	Allowance @ 15%	4,967,288	D
Income taxes payable	-30,750	56,842	Allowence @ 1570	4,507,200	D
	7,815,044	7,143,958	Actual Net Working Capital		
		.,,	Current assets	9,693,037	
Employee future benefit costs	308,029	336,820	Current liabilities	(7,143,958)	(*)
Net regulatory liabilities	1,411,987	332,174		2,549,079	E
New financing	-	-			
Note payable to Town of Collingwood	1,710,170	1,710,170	Shortfall in NWC	(2,418,209)	E-D
Long-term debt - Ontario Infrastructure	2,900,000	2,700,000	Adjustment for \$500K reg cap	167,826	
	14,145,230	12,223,122	2012 repayment of LTD		
			Revised shortfall in NWC	(2,250,383)	
Shareholder's Equity	\$ 10,781,970	11,250,380			
Note payable to Town	-	1,710,170	Rate Base	17,917,483	C+D
Town's net investment		12 ,9 60,550			
			Pata Paca	¢ 17017492	
(*) Current liabilities evolude the current no	-		Rate Base	\$ 17,917,483	60%
(*) Current liabilities exclude the current po			Debt	10, 7 50,490	60%
(*) Current liabilities exclude the current po the current portion of regulatory asset				10,750,490 7,166,993	60% 40%
			Debt Equity	10, 7 50,490	
			Debt Equity	10,750,490 7,166,993	
			Debt Equity	10,750,490 7,166,993	
the current portion of regulatory asset	ts and liabilities.	and	Debt Equity Rate Base Projected Debt Infrastructure Ontario	10,750,490 7,166,993	
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note	ts and liabilities. Estimate 8,000,000 1,710,170	Target 8,000,000 1,710,170	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170	40%
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend	ts and liabilities. Estimate 8,000,000 1,710,170 4,089,937	Target 8,000,000 1,710,170 5,100,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383	40% E
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937	40%
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend	ts and liabilities. Estimate 8,000,000 1,710,170 4,089,937	Target 8,000,000 1,710,170 5,100,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383	40% E
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937	40% E
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937	40% E
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Regulatory Liability Cap (\$500K) Regulatory liabilities	ts and liabilities. <u>Estimate</u> 8,000,000 1,710,170 4,089,937 213,986	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644)	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Solutions dividend Regulatory Liability Cap (\$500K) Regulatory liabilities Deferred OPA	Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238)	Debt Equity Rate Base <u>Projected Debt</u> Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6;340,320 Debt to Equity Ratio	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Solutions dividend Regulatory Liability Cap (\$500K) Regulatory liabilities Deferred OPA Smart meters Smart meters Smart meters transferred to fixed asset Other regulatory assets	Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Solutions dividend Regulatory Liability Cap (\$500K) Regulatory liabilities Deferred OPA Smart meters Smart meters transferred to fixed asset	Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Intangible assets (software)	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564)	40% E F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Solutions dividend Regulatory Liability Cap (\$500K) Regulatory liabilities Deferred OPA Smart meters Smart meters Smart meters transferred to fixed asset Other regulatory assets	Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Intargible assets (software) Less: Recap dividends	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564) (4,089,937)	40% E F E + F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Solutions dividend Regulatory Liability Cap (\$500K) Regulatory liabilities Deferred OPA Smart meters Smart meters Smart meters Net regulatory liabilities Net regulatory liabilities	Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208 (332,174)	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Future taxes recoverable Less: Recap dividends Revised shareholder's equity	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564) (4,089,937) 6,516,787	40% E F E + F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Solutions dividend Regulatory Liability Cap (\$500K) Regulatory liabilities Deferred OPA Smart meters Smart meters Smart meters Smart meters Net regulatory liabilities Net regulatory liabilities	Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208 (332,174) (173,936)	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Intargible assets (software) Less: Recap dividends	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564) (4,089,937)	40% E F E + F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions di solutions dividend	ts and liabilities. Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093 - -	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208 (332,174)	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Intangible assets (software) Less: Recap dividends Revised shareholder's equity Long-term debt	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564) (4,089,937) 6,516,787 10,750,490	40% E F E + F 37.74% 62.26%
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions di Solutions dividend	ts and liabilities. Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093 - -	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208 (332,174) (173,936) (158,238) -	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Future taxes recoverable Less: Recap dividends Revised shareholder's equity	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564) (4,089,937) 6,516,787	40% E F E + F
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions dividend Solutions dividend Regulatory Liabilities Deferred OPA Smart meters Smart meters Net regulatory liabilities Net regulatory liabilities Regulatory liabilities, net Deferred OPA Smart meters transferred to fixed asset Other regulatory liabilities, net	ts and liabilities. Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093 - -	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208 (332,174) (173,936) (158,238) - (332,174)	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Intangible assets (software) Less: Recap dividends Revised shareholder's equity Long-term debt	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564) (4,089,937) 6,516,787 10,750,490	40% E F E + F 37:74% 62.26%
the current portion of regulatory asset Proceeds to Town Shares (50%) Town note Recap dividend Solutions di Solutions dividend	ts and liabilities. Estimate 8,000,000 1,710,170 4,089,937 213,986 14,014,093 - -	Target 8,000,000 1,710,170 5,100,000 200,000 15,010,170 31-Dec-11 (2,388,644) (158,238) 1,840,500 - 374,208 (332,174) (173,936) (158,238) -	Debt Equity Rate Base Projected Debt Infrastructure Ontario Town note Shortfall in NWC Recap dividend payable New IO borrowings New IO borrowings New IO borrowings Shareholder's Equity - NBV Less: Goodwill Less: Future taxes recoverable Less: Intangible assets (software) Less: Recap dividends Revised shareholder's equity Long-term debt	10,750,490 7,166,993 17,917,483 2,700,000 1,710,170 2,250,383 4,089,937 10,750,490 6,340,320 Debt to Equity Ratio 11,250,380 (276,704) (179,388) (187,564) (4,089,937) 6,516,787 10,750,490	40% E F E + F 37:74% 62.26%