

Financial Snapshot February Fiscal 2016

**NTPC Consolidated
Statement of Operations
For the Eleven Months (92%) Ending February 29, 2016
\$000s**

Revenues	YTD 2016		2015 Actuals	Full Year Forecast	Full Year Budget
	Actuals	Budget			
Electrical Sales	\$91,406	\$94,030	\$91,457	\$100,088	\$102,761
Sales of Heat	219	262	478	309	309
Other Income	1,365	1,035	831	1,212	1,133
Total Revenue	92,990	95,326	92,766	101,608	104,203
Expenses					
Fuel & Lubricants	25,096	25,918	25,614	27,384	28,189
Salaries & Wages	21,810	22,408	22,286	23,882	24,461
Supplies & Services	12,997	13,558	12,250	15,145	14,760
Amortization	14,516	14,753	13,516	15,694	16,149
Travel & Accommodation	1,837	2,236	1,908	2,031	2,441
Amortization of Deferred Charges	4,756	4,721	4,755	5,240	5,150
Total Expenses	81,012	83,594	80,329	89,375	91,150
Earnings from Operations	11,979	11,731	12,437	12,233	13,053
Interest Income	59	0	45	65	0
Earnings before Interest Expense	12,038	11,731	12,483	12,298	13,053
Net Interest Expense	10,048	10,359	9,772	11,039	11,314
Net Earnings (Loss) before Riders	1,990	1,373	2,711	1,259	1,740
Fuel Rider Revenue	(1,711)		(2,584)	0	
Offset to Rider Revenue	1,711		2,584	0	
Extreme Low Water Revenue	(17,604)		(12,559)	0	
Offset to Extreme Low Water Revenue	17,604		12,558	0	
Net Impact	(0)	0	(0)	0	0
Net Earnings (Loss) after Riders	1,990	1,373	2,711	1,259	1,740
Loss on Disposal of Assets	0	0	(4,857)	0	0
Comprehensive Income	\$1,990	\$1,373	\$(2,147)	\$1,259	\$1,740

- Sales were under budget by \$2.3M, consistent with lower unit sales earlier in the year and exacerbated by warmer than normal temperatures.
- Fuel expense is under budget due to lower unit sales.
- Operational expenses are under budget by \$1.6 million year to date.
- \$17.604 million was recovered from the GNWT for fuel expenses, lube expenses and the resulting overhauls from the extreme low water response.

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NTPC Consolidated Statement of Financial Position As at February 29, 2016 \$000

	2016 Actuals	2015 Actuals
Assets		
Current Assets	\$18,068	\$34,064
Capital Assets	352,524	343,265
Other Long Term Assets	34,668	31,414
Total Assets	\$405,261	\$408,743
Liabilities & Equity		
Current Liabilities	\$50,574	\$53,352
Long Term Debt	184,275	184,546
Other Long Term Liabilities	51,790	53,059
Total Liabilities	286,639	290,956
Shareholder's Equity	118,622	117,786
Total Liabilities & Equity	\$405,261	\$408,743

Glossary- Statement of Operations

A summary of revenue and expenses for a specific period of time: beginning of fiscal year (April 1, 2015) to last day of current period (February 29, 2016).

Electrical Sales: Includes wholesale, residential and general service sales.

Other income: includes industrial, streetlights, sale of heat and other income (contract, other government funding, miscellaneous).

Fuel Rider/Offset to Fuel Rider: fuel rider applied to customers to recover balance of the fuel stabilization fund.

Extreme Low Water/Offset to Extreme Low Water: funding from the GNWT to cover additional and unexpected diesel fuel expense required due to extreme low water.

Amortization Expense: the portion of capital assets that has been "used" (based on the asset's estimated useful life) and therefore must be expensed; also could be considered the annual use of capital assets.

Net Interest Expense: includes interest expense, and offsets to interest expense including sinking fund income, and interest on fuel stabilization fund, interest during construction (IDC) and other interest income.

Statement of Financial Position as of the last day of the current period (February 29, 2016)

Current assets: items that can be converted to cash quickly including cash, short term investments, accounts receivable, inventories and prepaid expenses.

Capital assets: an asset that NTPC owns in order to carry on business (land, generation plants, vehicles, etc.). This is net of accumulated amortization which is total amount of assets used to date (see amortization expense above). This amount also includes assets NTPC is in the process of building.

Long term assets: items that will provide long term benefits to NTPC including receivables from NT Hydro, sinking fund investments and regulatory assets.

Current liabilities: costs that NTPC has to pay within the next year including bank indebtedness, short term debt, accounts payable, accrued liabilities, deferred government contributions, dividend payable and current portion of long term debt.

Long term liabilities: costs that NTPC will repay over a longer period of time including long term debt, regulatory liabilities, and employee future benefits.

Shareholder's equity: total assets less total liabilities.