

ELECTRIC OPERATIONS
PROJECTED OPERATING STATEMENT
(In Millions of Dollars)

For the year ended March 31

REVENUES

	ACTUAL 2018	CURRENT OUTLOOK 2019	APPROVED BUDGET 2020
Domestic Revenue			
at approved rates	1 616	1 703	1 699
additional	-	-	50
BPIII Reserve Account	(152)	(44)	0
Extraprovincial	437	432	418
Other	30	85	105
	<u>1 931</u>	<u>2 175</u>	<u>2 272</u>

EXPENSES

Operating and Administrative	517	501	511
Net Finance Expense	578	712	741
Depreciation and Amortization	402	465	505
Water Rentals and Assessments	126	114	117
Fuel and Power Purchased	130	135	127
Capital and Other Taxes	130	140	148
Other Expenses	501	79	74
Corporate Allocation	8	8	8
	<u>2 393</u>	<u>2 154</u>	<u>2 233</u>

Net Income before Net Movement in Reg. Deferral	(462)	22	40
Net Movement in Regulatory Deferral	472	70	70
Net Income	<u>10</u>	<u>92</u>	<u>110</u>

Net Income Attributable to:

Manitoba Hydro	18	95	115
Non-controlling Interest	(8)	(3)	(4)
	<u>10</u>	<u>92</u>	<u>110</u>

PUB Approved Percent Increase	3.36%	3.60%	-
Proposed Percent Increase	-	-	3.50%

Financial Ratios

Equity	14%	14%	13%
EBITDA Interest Coverage	1.46	1.59	1.61
Capital Coverage	0.46	1.26	1.34

**ELECTRIC OPERATIONS
PROJECTED BALANCE SHEET
(In Millions of Dollars)**

	ACTUAL	CURRENT OUTLOOK	APPROVED BUDGET
<i>For the year ended March 31</i>	2018	2019	2020
ASSETS			
Plant in Service	13 681	18 528	19 134
Accumulated Depreciation	(1 302)	(1 715)	(2 171)
Net Plant in Service	12 380	16 813	16 963
Construction in Progress	8 995	6 261	7 658
Current and Other Assets	1 792	1 913	2 141
Goodwill and Intangible Assets	440	648	857
Total Assets before Regulatory Deferral	23 607	25 635	27 619
Regulatory Deferral Balance	933	955	1 025
	<u>24 540</u>	<u>26 590</u>	<u>28 644</u>
LIABILITIES AND EQUITY			
Long-Term Debt	17 813	20 709	21 530
Current and Other Liabilities	3 777	2 941	4 095
Provisions	60	48	47
Deferred Revenue	467	486	495
BPIII Reserve Account	294	255	177
Retained Earnings	2 767	2 862	2 977
Accumulated Other Comprehensive Income	(688)	(711)	(675)
Total Liabilities and Equity before Regulatory Deferral	24 491	26 590	28 644
Regulatory Deferral Balance	49	-	-
	<u>24 540</u>	<u>26 590</u>	<u>28 644</u>

ELECTRIC OPERATIONS
PROJECTED CASH FLOW STATEMENT
INDIRECT METHOD
(In Millions of Dollars)

	ACTUAL	CURRENT	APPROVED
<i>For the year ended March 31</i>	2018	OUTLOOK 2019	BUDGET 2020
OPERATING ACTIVITIES			
Net Income	10	92	110
Add Back:			
Depreciation and Amortization	402	465	505
Net Finance Expense	578	712	741
Net Movement Impacts on Depreciation and Finance Expense	3	21	23
Adjustments for Non-Cash Items	(12)	17	(3)
Adjustments for Non-Cash Working Capital Accounts	(256)	(32)	(34)
Interest Paid	(880)	(964)	(1 028)
Interest Received	23	14	16
Cash Provided by Operating Activities	(132)	326	331
FINANCING ACTIVITIES			
Proceeds from Long-Term Debt	3 441	3 852	2 150
Retirement of Long-Term Debt	(583)	(1 775)	(227)
Repayments from/(Advances to) External Entities	(57)	(52)	(45)
Proceeds from Partnership Issuances	44	51	44
Sinking Fund Withdrawals	165	193	130
Sinking Fund Payment	(165)	(193)	(214)
Other	(11)	-	-
Cash Provided by Financing Activities	2 833	2 076	1 838
INVESTING ACTIVITIES			
Additions to Property, Plant and Equipment	(2 610)	(1 933)	(1 735)
Additions to Intangible Assets	(133)	(219)	(207)
Additions to Regulatory Deferral Balances	(93)	(93)	(94)
Contributions Received	194	62	13
Cash Paid to the City of Winnipeg	(16)	(16)	(16)
Cash Paid for Mitigation and Major Development Liabilities	(46)	(104)	(69)
Other	(3)	(1)	(0)
Cash Used for Investing Activities	(2 706)	(2 303)	(2 110)
Net Increase (Decrease) in Cash	(4)	98	59
Cash at Beginning of Year	634	579	678
Cash at End of Year	629	678	737

ELECTRIC OPERATIONS
PROJECTED CASH FLOW STATEMENT
DIRECT METHOD
(In Millions of Dollars)

	ACTUAL 2018	CURRENT OUTLOOK 2019	APPROVED BUDGET 2020
<i>For the year ended March 31</i>			
OPERATING ACTIVITIES			
Cash Receipts from Customers	1 883	2 111	2 187
Cash Paid to Suppliers and Employees	(1 158)	(836)	(843)
Interest Paid	(880)	(964)	(1 028)
Interest Received	23	14	16
Cash Provided by Operating Activities	<u>(132)</u>	<u>326</u>	<u>331</u>
FINANCING ACTIVITIES			
Proceeds from Long-Term Debt	3 441	3 852	2 150
Retirement of Long-Term Debt	(583)	(1 775)	(227)
Repayments from/(Advances to) External Entities	(57)	(52)	(45)
Proceeds from Partnership Issuances	44	51	44
Sinking Fund Withdrawals	165	193	130
Sinking Fund Payment	(165)	(193)	(214)
Other	(11)	0	0
Cash Provided by Financing Activities	<u>2 833</u>	<u>2 076</u>	<u>1 838</u>
INVESTING ACTIVITIES			
Additions to Capital Assets	(2 610)	(1 933)	(1 735)
Additions to Intangible Assets	(133)	(219)	(207)
Additions to Regulatory Deferral Balances	(93)	(93)	(94)
Contributions Received	194	62	13
Cash Paid to the City	(16)	(16)	(16)
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