

**HYDRO ONE NETWORKS INC.
DISTRIBUTION**

Continuity of Property, Plant and Equipment
Year Ending December 31
Historical (2004, 2005, 2006), Bridge (2007) & Test (2008) Years
Total - Gross Balances
(\$ Millions)

Fixed Assets

Line No.	Year	Opening Balance	Additions	Retirements	Sales	Transfers In/Out	Closing Balance	Average
		(a)	(b)	(c)	(d)	(e)	(f)	(g)
<u>Historic</u>								
1	2004	4,941.9	285.1	(31.8)	(16.3)	45.9	5,224.8	5,083.4
2	2005	5,224.8	290.7	(23.2)	(3.6)	4.0	5,492.7	5,358.8
3	2006	5,492.7	379.9	(10.9)	(10.3)	15.1	5,866.5	5,679.6
<u>Bridge</u>								
4	2007	5,866.5	513.7	(210.1)	-	7.2	6,177.3	6,021.9
<u>Test</u>								
5	2008	6,177.3	595.9	(50.8)	-	0.6	6,723.0	6,450.1