

1 **QUESTION:**

2 In your review of Manitoba Hydro's export price analysis, how is inflation factored in to the  
3 prices? Are the export prices prepared in nominal or real amounts? Is inflation added in by  
4 Manitoba Hydro or by the price forecaster?

5  
6 **RESPONSE:**

7 Prices provided by the independent expert price forecasters to Manitoba Hydro are in real  
8 dollars. Manitoba Hydro uses its own inflation forecast provided in Appendix 11.2 of the NFAT  
9 Submission.