

Nuclear Investment: Performance and Opportunity

World Nuclear Association
2006 Symposium

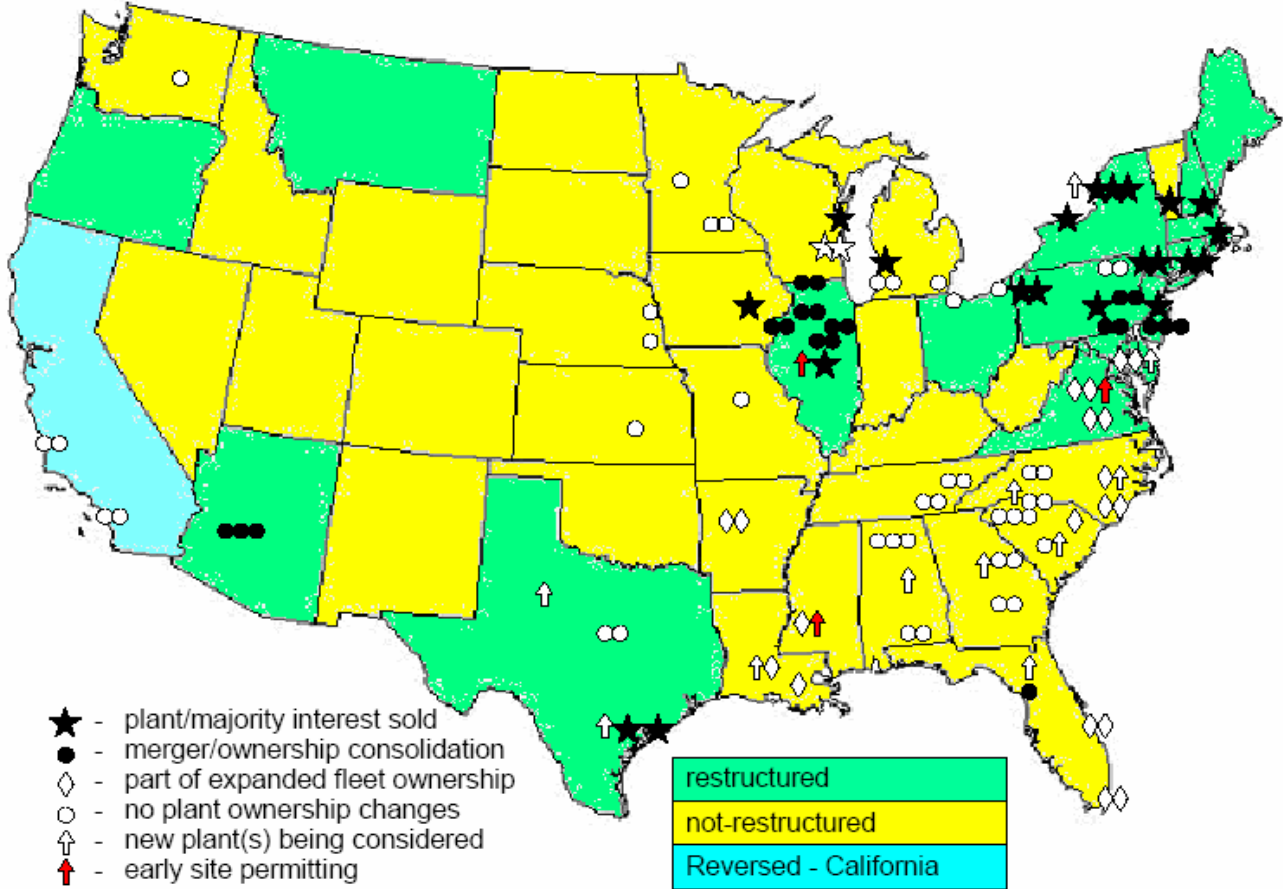
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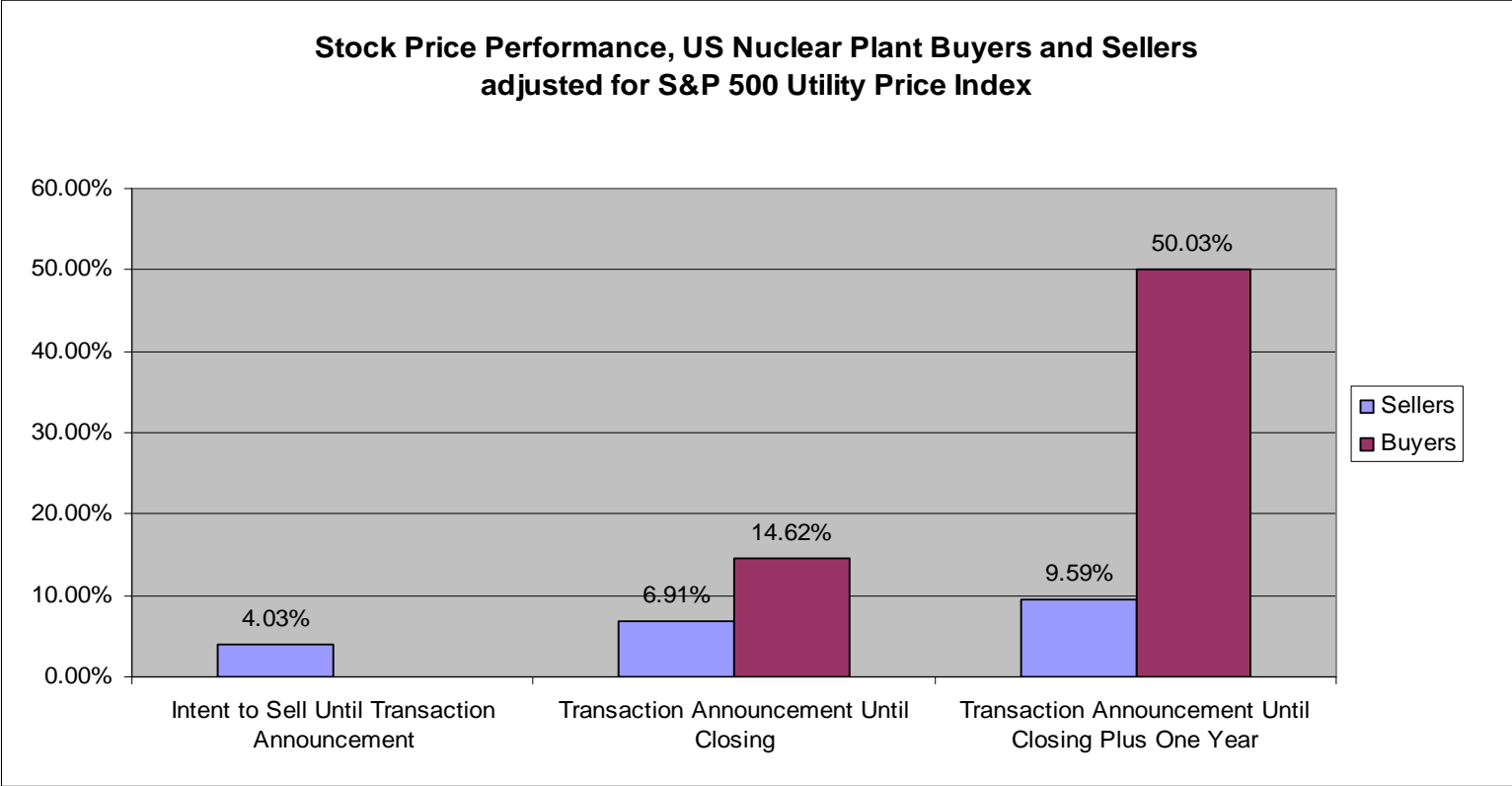
Opportunity

- Old plants continue to be sold
- New plant discussions are intensifying
- All sold plants are now merchants and at least one new plant is being openly proposed as a merchant
- Merchants represent the highest risk/reward business opportunity

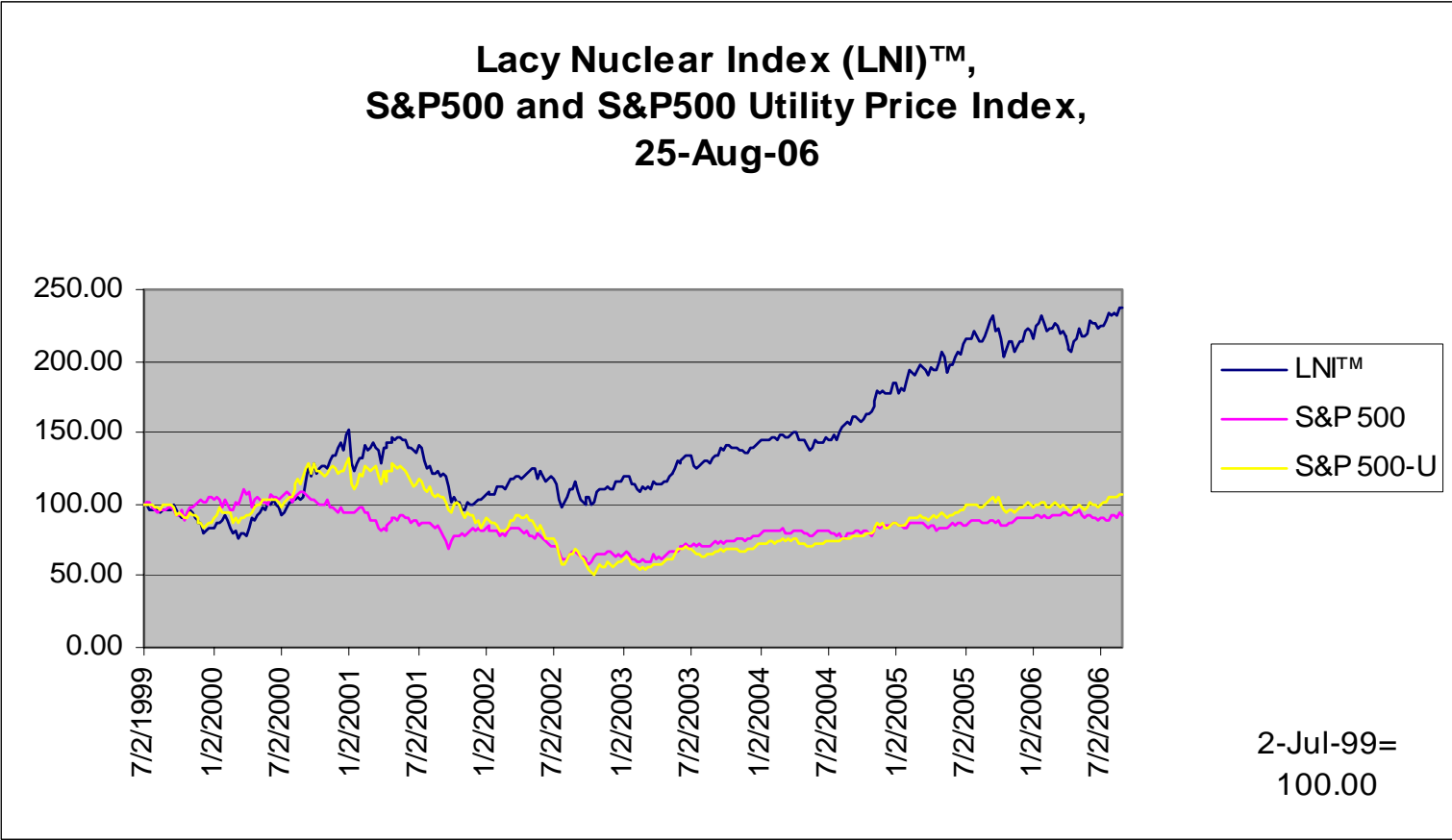
Existing US Plant Ownership Changes and New Plants Being Considered



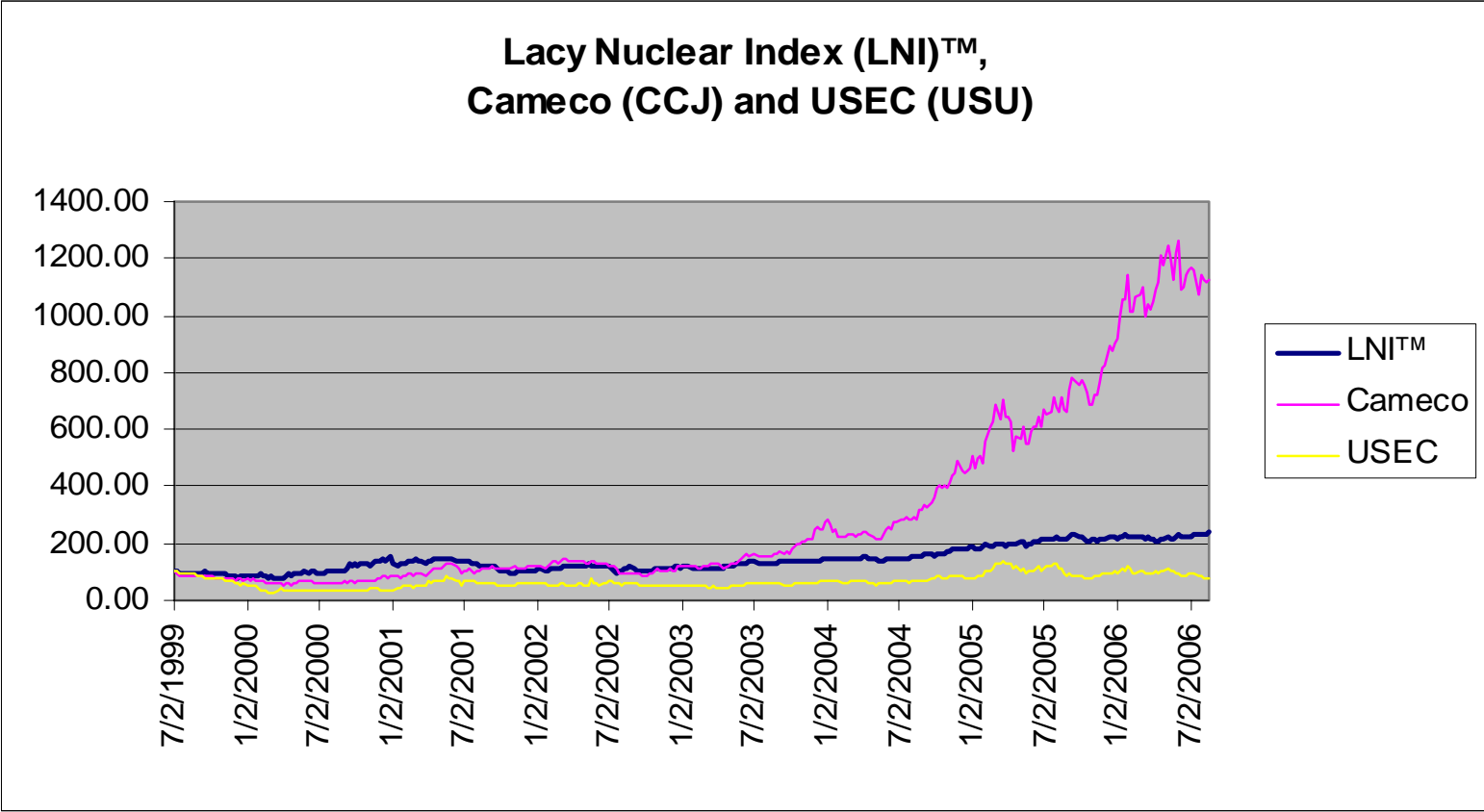
Buyers and Sellers of Existing Plants Are Doing Well For Their Investors



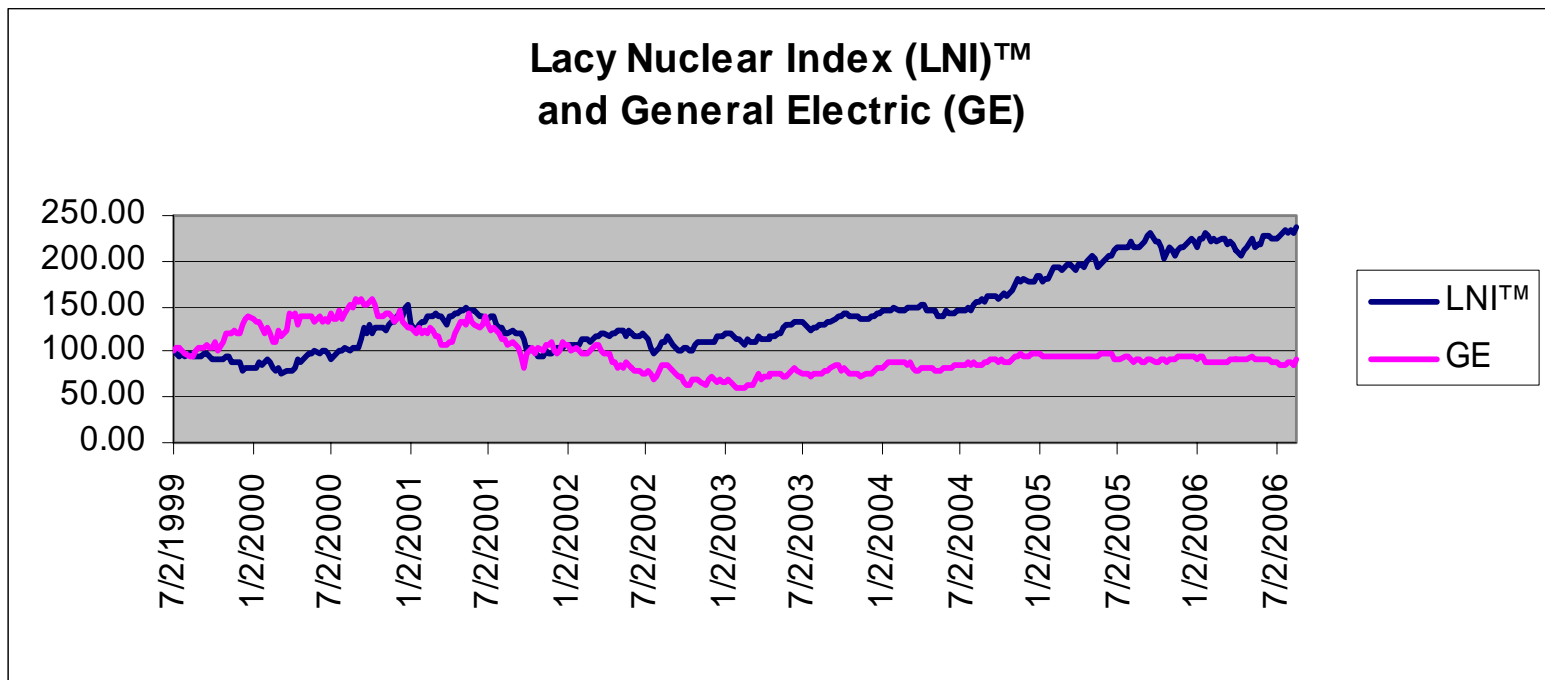
Merchant Plants are Helping Provide Sustainable Benefits for Investors



Nuclear Investment Performance Can Vary Widely



Dilution and Dispersion Can Mask Nuclear Investment Performance



Challenges for New Plant Investors

- The business environment
- The changing electric energy market
- State regulation
- Federal regulation
- New design and COL risk
- Longer term issues require long term commitments
- Sufficient ownership concentration for policy benefits
- Public opinion and public policy
- Availability of human and material resources

Summary

1. Plants continue to be sold and there is growing discussion of new plants
2. The growing numbers of merchant nuclear plants are doing well for their investors
3. The results of nuclear investments can vary widely
4. New plant investors face a large number of challenges
5. Investors need to thoroughly understand the risks they are undertaking and match their interests with the varying risk/reward opportunities available