

**MIPUG MFR 10****A full explanation for how Non-Controlling interest is treated within the proposed Cost of Service Study.**

All revenue and all costs, including the resultant net income or net losses related to the Wuskwatim Power Limited Partnership (WPLP) have been consolidated with Manitoba Hydro's income statement, as well as the partnership's investment consolidated with Manitoba Hydro's balance sheet. Non-Controlling Interest (NCI) represents NCN's share of the WPLP's net income or net loss which for purposes of COS has been added to net income and allocated on the basis of Rate Base (Total Plant less Accumulated Depreciation and Contributions). Finance expense and Net Income (including Non-Controlling Interest) is deemed related to the net investment of the Corporation and therefore is allocated broadly across all functions in COS.