

Conectiv Thermal Systems, Inc.
Consolidated Balance Sheet
(Dollars in Thousands)
(Unaudited)

As of March 31,
2004

ASSETS

Current Assets

Cash and cash equivalents	*
Accounts receivable	*
Inventories, at average cost	*
Income tax benefit receivable	*
Other prepayments	*

Investments

Funds held by trustee	*
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Property, Plant and Equipment

Property, plant and equipment	*
Less: Accumulated depreciation	*
Net Plant	*

Deferred Charges and Other Assets

Unamortized debt expense	*
Other	*

Total Assets

*

LIABILITIES AND OWNER'S EQUITY

Current Liabilities

Accounts payable	*
Accounts payable to associated companies	*
Interest accrued	*
Notes payable to associated companies	*
Other	*

Deferred Credits and Other Liabilities

Pension and OPEB	*
Deferred income taxes, net	*
Other	*

Capitalization

Additional paid-in capital	*
Retained deficit	*
Conectiv money pool loan	*
Total equity	*

Variable rate demand bonds **	*
Total capitalization	*

Total Capitalization and Liabilities

*

* Filed under request for confidential treatment pursuant to Rule 104(b) of the Public Utility Holding Company Act of 1935.

** Classified as current liability for external reporting

Conectiv Thermal Systems, Inc.
Consolidated Statements of Income
(Dollars in Thousands)
(Unaudited)

Three Months
Ended March 31, 2004

OPERATING REVENUES	*
OPERATING EXPENSES	
Cost of sales	*
Operation and maintenance	*
Depreciation and amortization	*
Taxes other than income taxes	*
	*
OPERATING INCOME	*
OTHER INCOME	*
INTEREST EXPENSE	
Interest charges	*
Allowance for borrowed funds used during construction and capitalized interest	*
	*
INCOME BEFORE INCOME TAXES	*
INCOME TAXES	*
NET INCOME	*

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Utility Holding Company Act of 1935.