

SUMMARY OF MAJOR ERCOT AUDITS 2004-2005

TYPE	AUDITOR	SOURCE	DATE	STATUS
Internal Controls	Deloitte & Touché	Ordered & directed by PUC	Completed Nov. 15, 2004	Management Action Plan in place.
Internal Security	Ernst & Young	Ordered & directed by PUC	Completed Nov. 15, 2004	Management Action Plan in place.
External Security	CanAudit	Ordered & directed by PUC	Completed October 2004	Management Action Plan in place.
SAS 70 Audit of market data process integrity	PricewaterhouseCoopers	ERCOT (to assist market participants with Sarbanes-Oxley compliance)	Completed Dec. 21, 2004	No compromises to market data found; 3 qualified areas remedied during or immediately after audit period.
Annual Financial Audit	PricewaterhouseCoopers	ERCOT	Completed March 31, 2004	Next annual audit is about to begin.
Internal Audit Program	ERCOT Audit Staff	ERCOT	Ongoing	ERCOT audit staff reports directly to Board Finance & Audit committee chair