



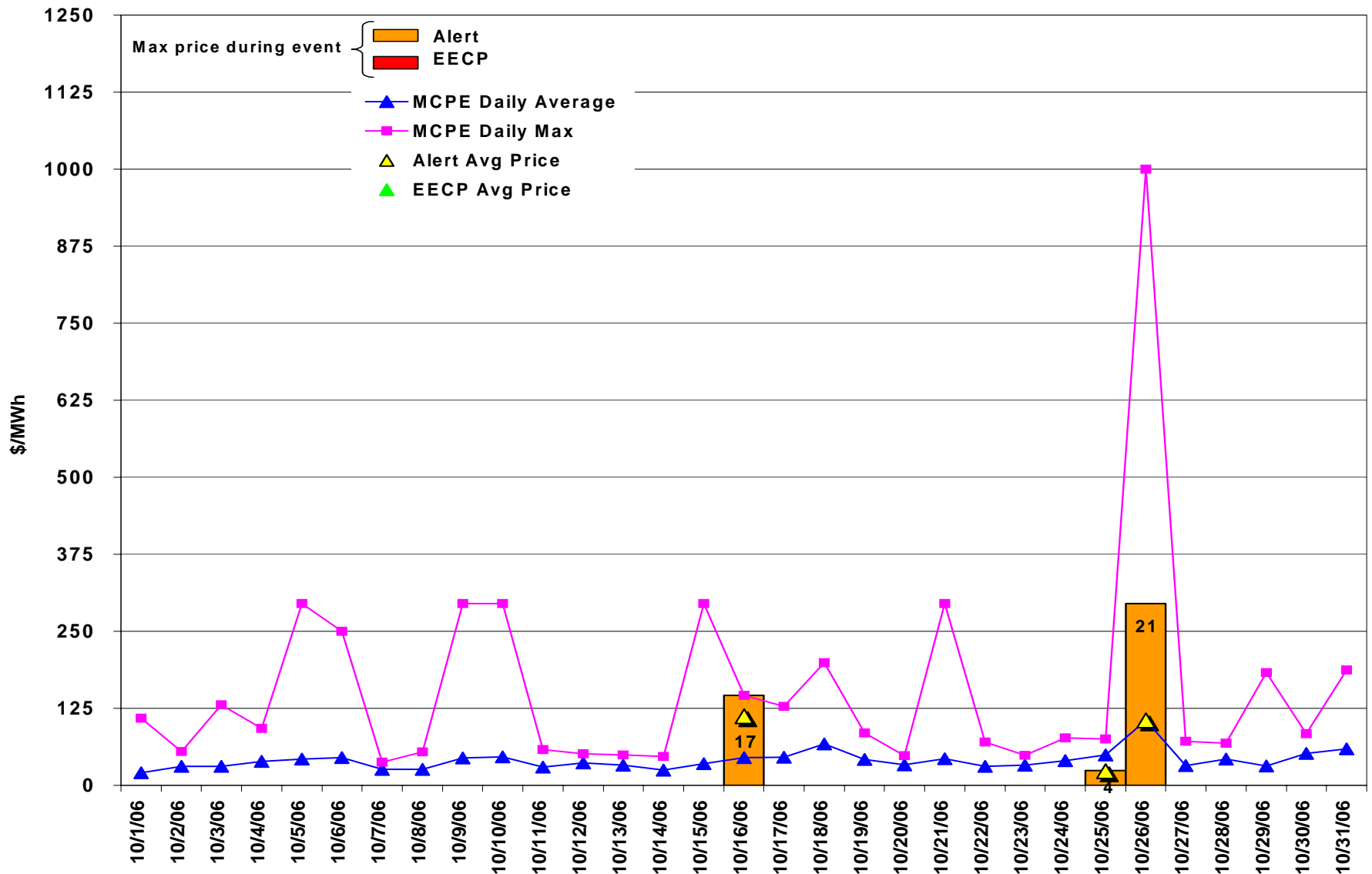
Pricing Overview During ERCOT Events Oct. 2006 thru May 2007

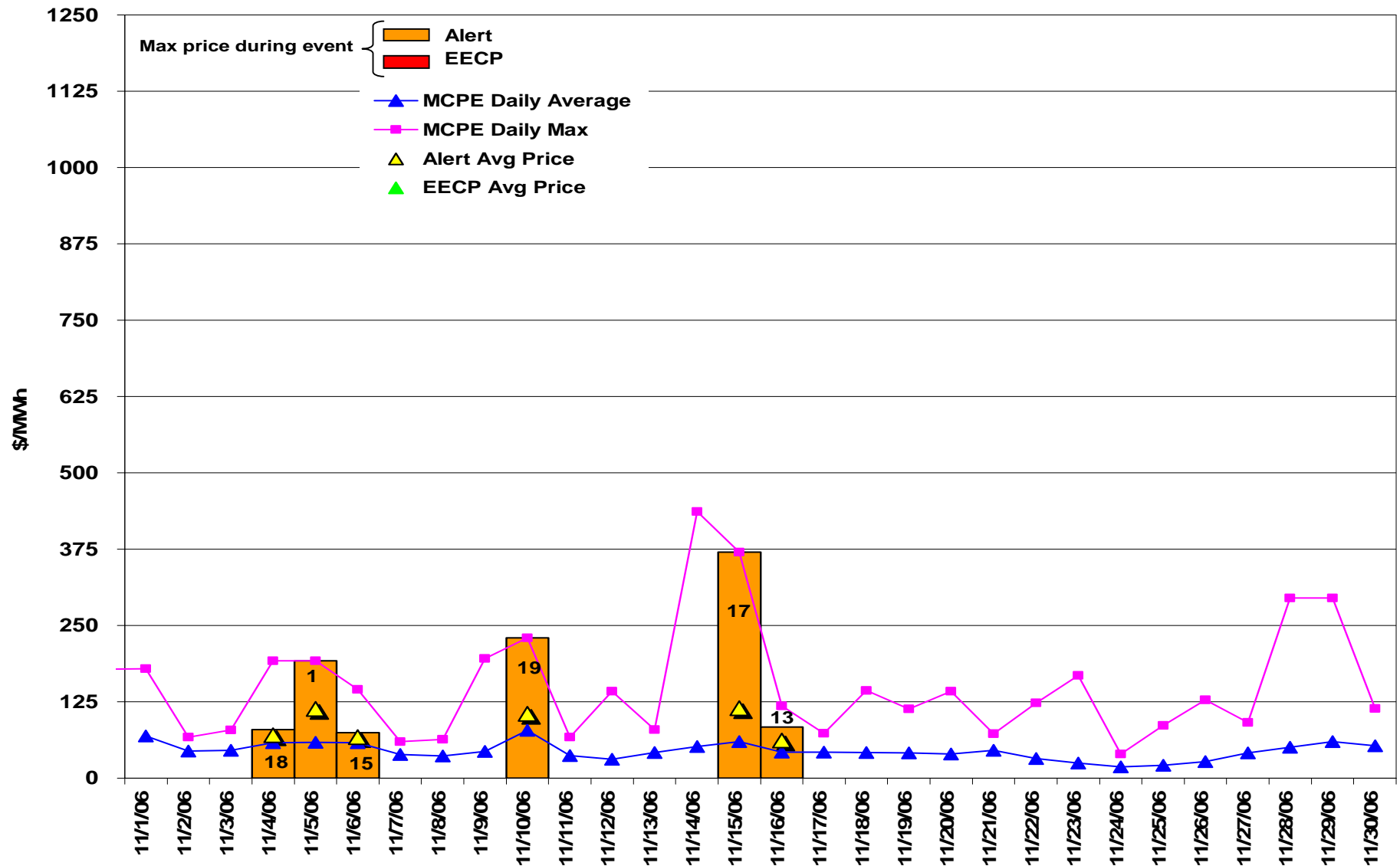
DSWG

June 8, 2007

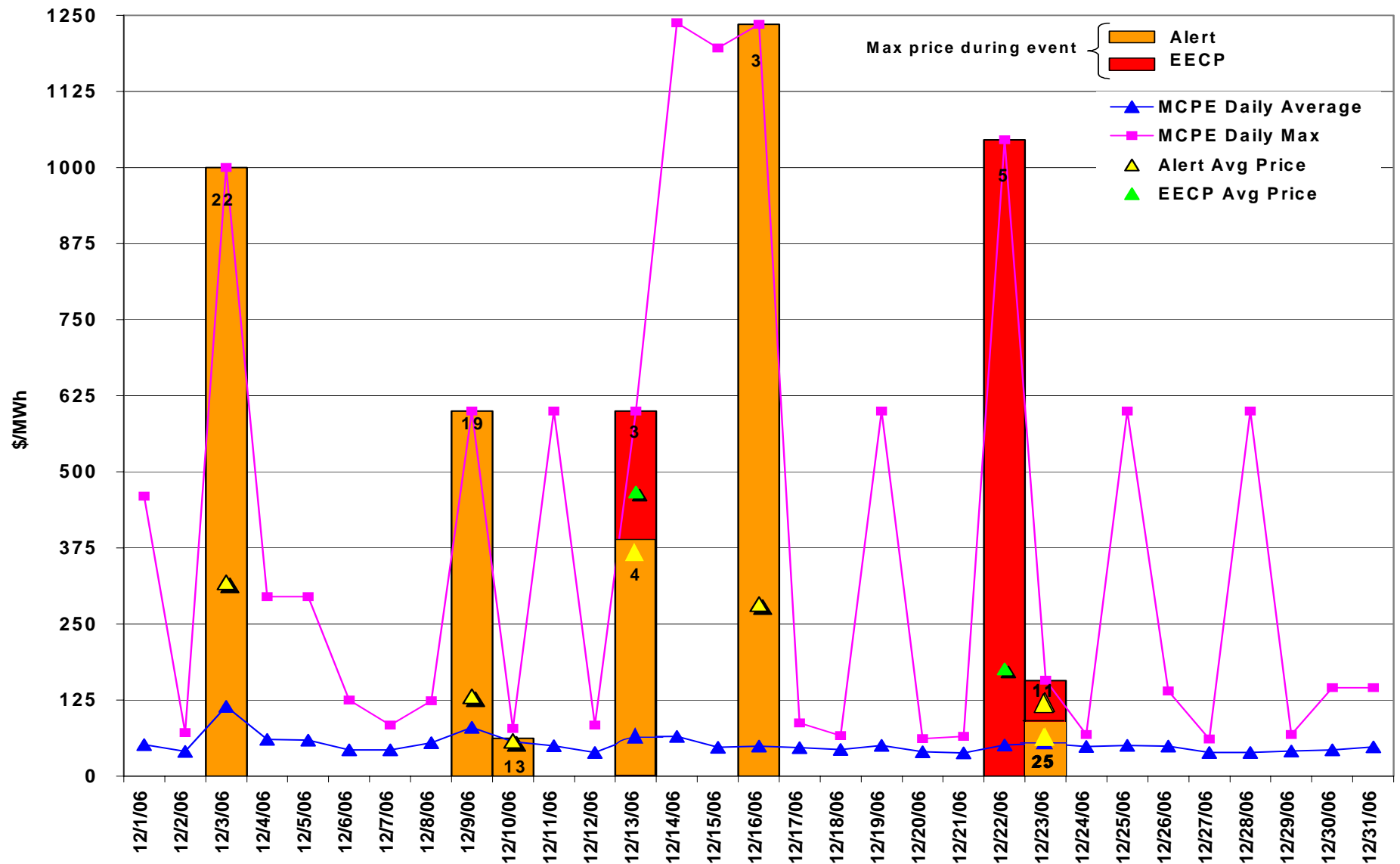
- **New rules governing the energy-only ERCOT market took effect Oct. 1, 2006**
 - PUC Subst. Rule §25.505
- **Market-wide offer cap increased from \$1,000/MWh to \$1,500/MWh on March 1, 2007**
- **‘Scarcity conditions’: “Those times when the supply of resources is insufficient to simultaneously meet both energy and operating reserve requirements.” (ERCOT IMM)**
- **ERCOT Operations trigger points for actions related to system-wide capacity insufficiency:**
 - Alert <2,500 MW of adjusted responsive reserve
 - EECPP <2,300 MW of adjusted responsive reserve

October 2006

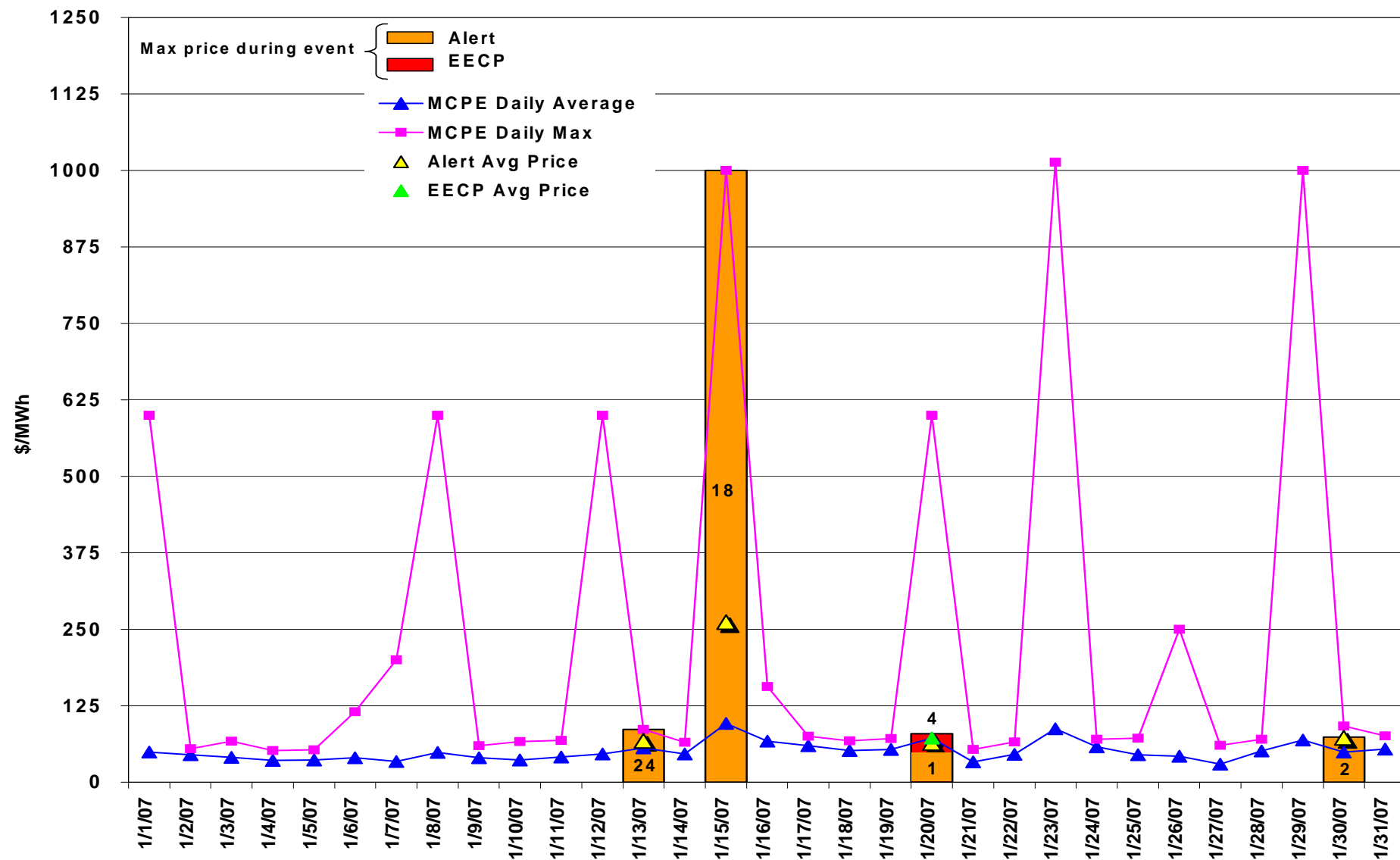




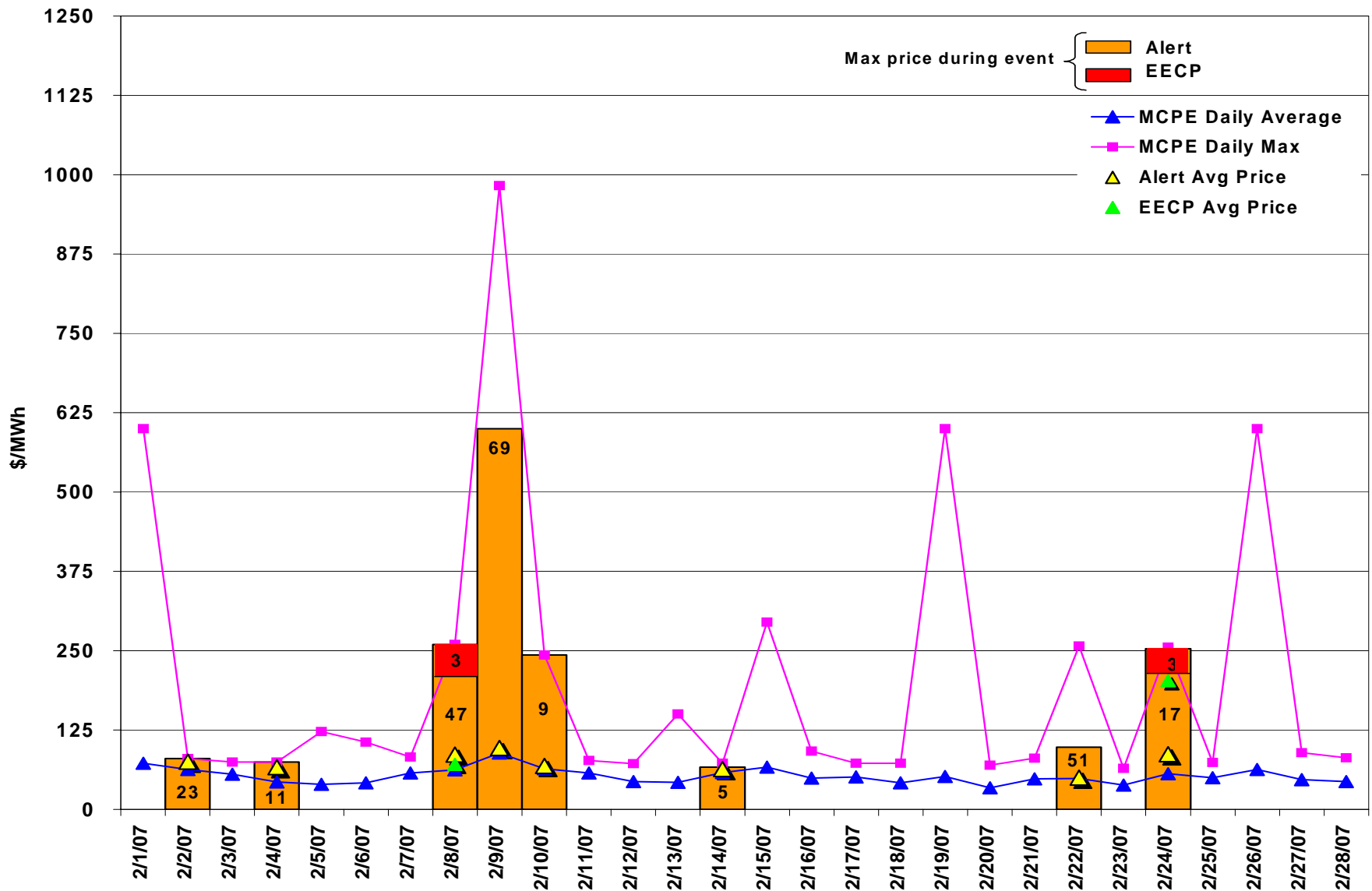
December 2006



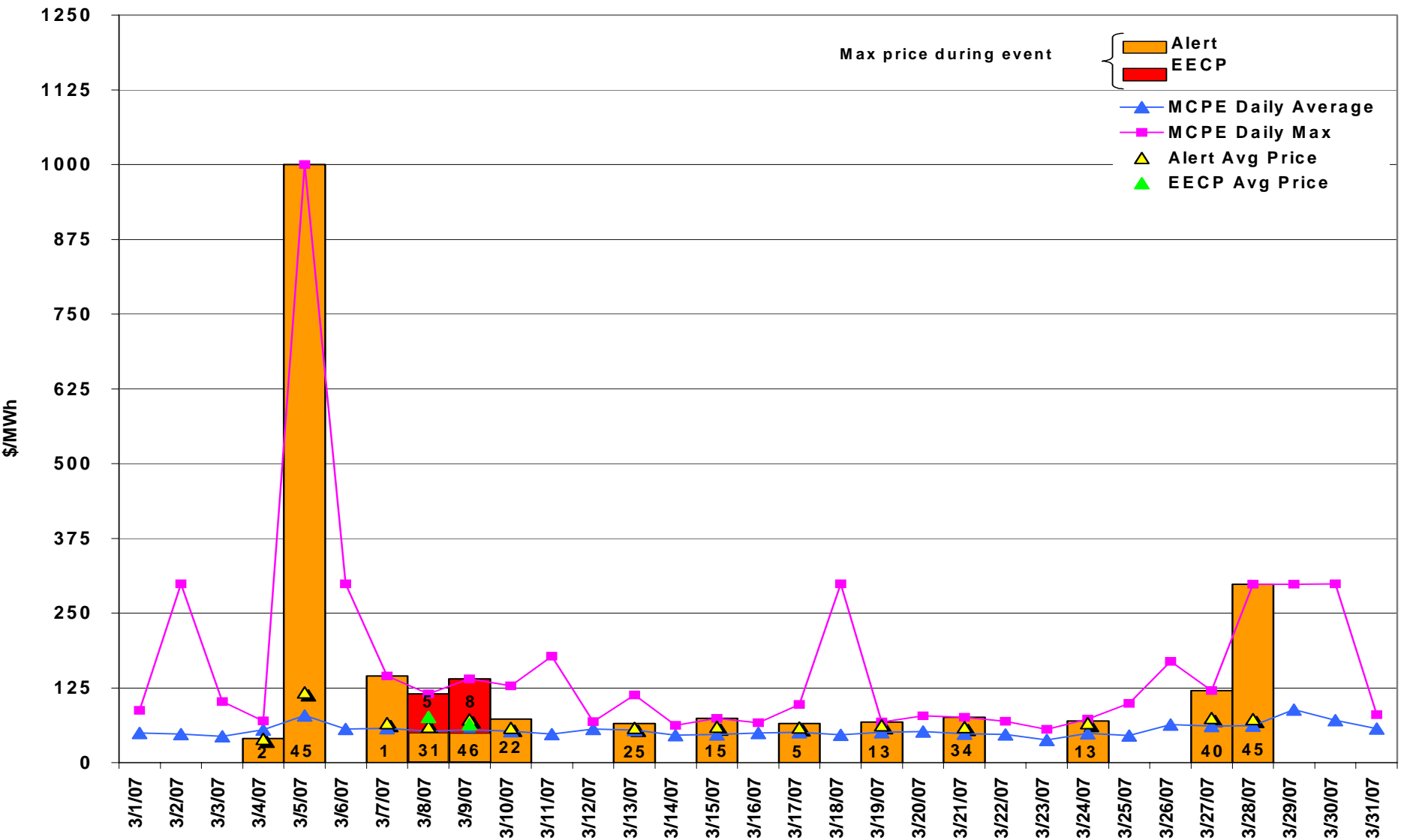
January 2007



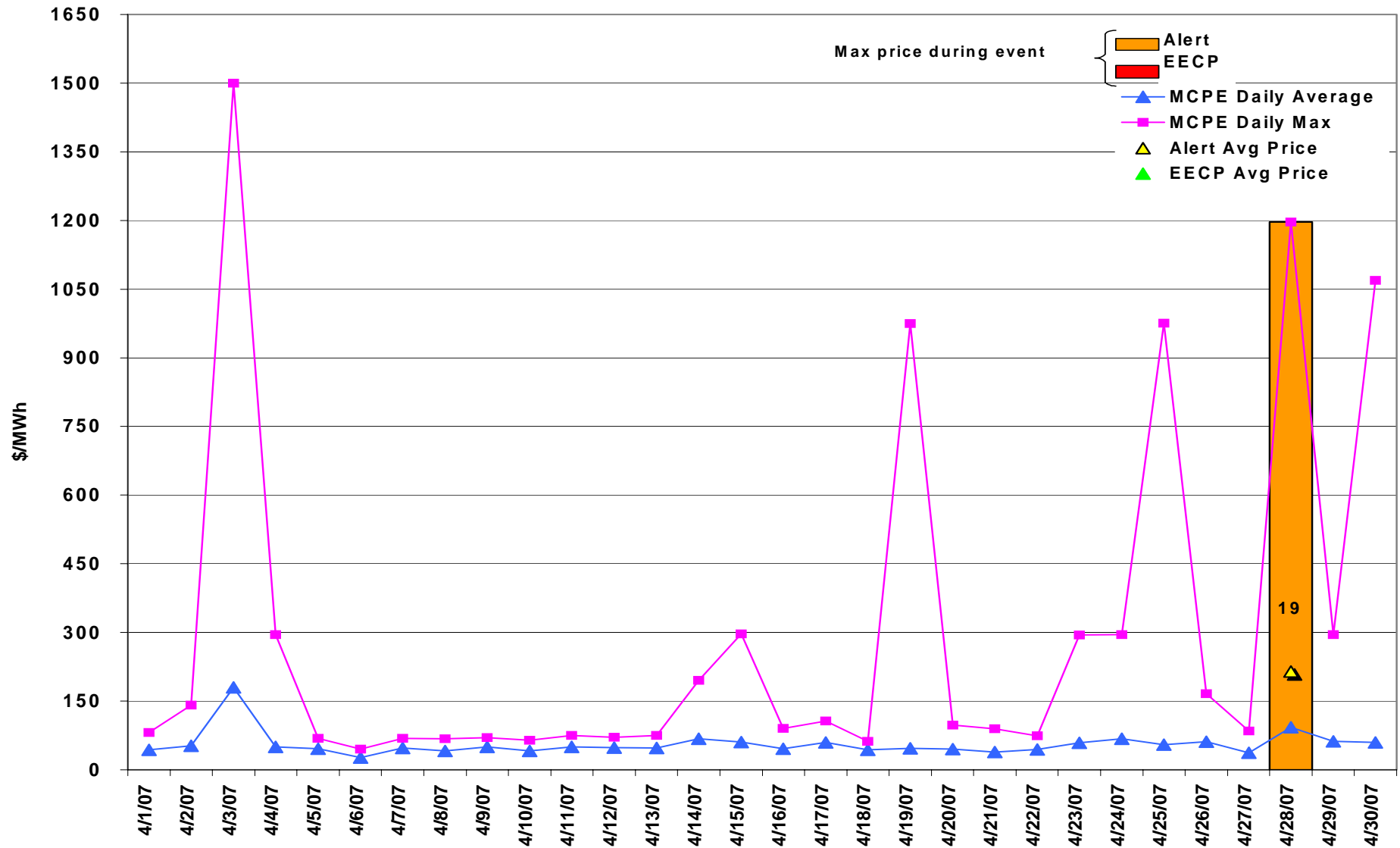
February 2007



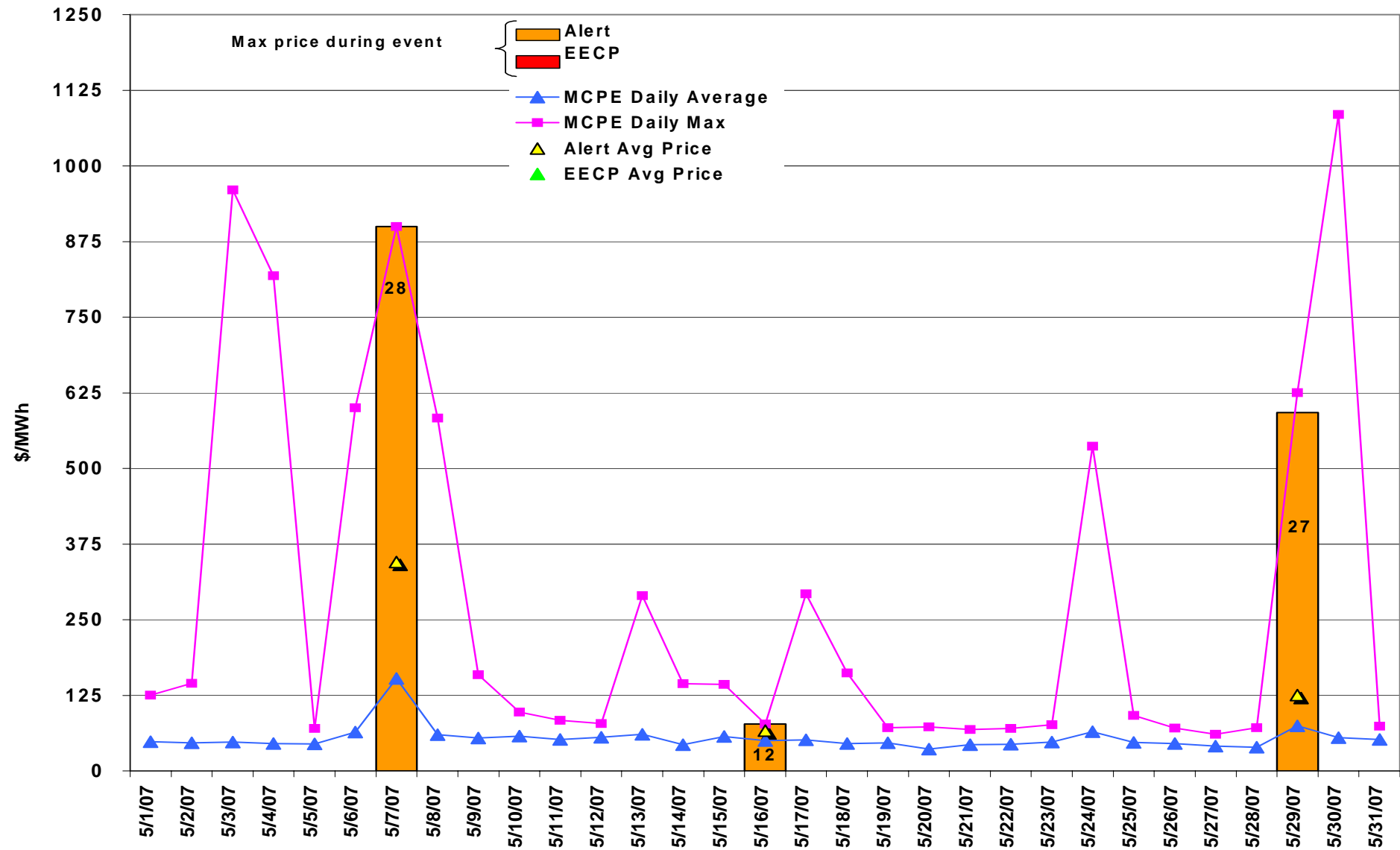
March 2007



April 2007



May 2007



Questions?

