

	Three Months Ended		Six Months Ended	
	6/30/2002	6/30/2001	6/30/2002	6/30/2001
<b>Generating Operations</b>				
Owned and Controlled Capacity in Operation (MW)	8,618			6,953
Owned and Controlled Capacity in Construction (MW)	6,224			7,743
Total Owned and Controlled Capacity (MW)	14,842			14,696
Capital Expenditures (\$MM)	\$ 486	\$ 371	\$819	\$549
MM MWh generated (owned and controlled)	9,415	8,967	18,645	17,527
<b>Pipeline Operations</b>				
% of capacity under long-term contracts	98.7%	94.4%	99.2%	94.2%
Average Receipts (MDth/d)				
Of Canadian Supplies (At Kingsgate)	1,783	2,264	2,053	2,416
Of Rockies/BC Supplies (At Stanfield)	161	2	81	1
Average Deliveries (MDth/d)				
To Pacific Northwest	176	394	377	491
To California	1,719	1,799	1,675	1,812
To Nevada	41	43	63	67
Capital Expenditures (\$MM)	\$73	\$20	\$118	\$23
<b>Integrated Energy and Marketing Operations</b>				
Electricity settled (MM MWh)	64.2	63.0	162.0	122.0
Natural Gas Volumes settled (Bcf/d)*	26.2	16.8	21.3	16.0
*Volumes include financial volumes of 13.4bcf/d for '02 and 11.4 bcf/d for '01				
<b>Trading and Non-Trading Activity Gross Margin (\$MM)</b>				
Realized Gain	\$34	\$31	\$78	\$105
Trading MtM gain/(loss)	(48)	62	(53)	16
Trading Gross Margin	(14)	93	25	121
Non-Trading MtM gain/(loss) <sup>1</sup>	(106)	1	(106)	(1)
			<b>As of</b>	
			<b>6/30/2002</b>	<b>12/31/2001</b>
<b>Value-at-Risk (\$MM) <sup>2</sup></b>				
Daily Trading VaR at 95% confidence level			\$3.8	\$5.8
Daily Non-trading VaR at 95% confidence level			\$13.9	\$10.3
<i>Non-trading risk includes all hedges associated with owned/controlled assets, but excludes the related underlying position associated with owned/controlled assets</i>				
<b>Fair value of price risk management assets and liabilities (\$MM)</b>				
<b>(of trading and non trading activities)</b>				
Price risk management assets			\$1,082	\$683
Price risk management liabilities			\$1,299	\$587
Net Portfolio Value			(\$217)	\$96
<b>Maturity of Fair Value of Trading Contracts at June 30, 2002 (\$MM)</b>				
Less than one year			\$38	\$93
One to three years			(\$67)	(\$62)
Four to five years			(\$49)	(\$40)
Beyond five years			\$77	\$42
Total			(\$1)	\$33
			<b>As of</b>	
			<b>6/30/2002</b>	<b>12/31/2001</b>
<b>NEG Capitalization (consolidated)</b>				
Debt to Capitalization Ratio			68.0%	62.5%
Debt to Capitalization Ratio (debt net of cash)			64.1%	57.9%
Capitalization (\$MM)				
Debt			\$4,735	\$4,179
Equity			\$2,227	\$2,509
Cash			\$766	\$725
			<b>As of</b>	
			<b>6/30/2002</b>	<b>6/30/2001</b>
<b>NEG Cash flow from Operations (consolidated)</b>				
Funds from Operations (\$MM)	(\$66)	\$226	\$18	\$34
Funds from Operations plus net receivable (\$MM)	(\$46)	\$251	\$60	\$74

<sup>1</sup> Non-trading MtM gains/(losses) include ineffective hedges associated with assets and contracts that no longer qualify for normal purchases and sales treatment under FAS 133.

<sup>2</sup> The NEG expresses value-at-risk as a dollar amount of the potential loss in the fair value of the portfolios based on a 95% confidence level using a one-day liquidation period.