

power finance & risk

The exclusive source for power financing and trading news

www.iipower.com

A PUBLICATION OF INSTITUTIONAL INVESTOR, INC.

APRIL 30, 2007

VOL. X, NO. 17

The Lure Of Alinda

Citigroup has lost another banker to **Alinda Capital Partners**, the private equity shop founded by **Chris Beale**, Citi's ex-head of project finance.

See story, page 2

Leads Set Coal Goal

Calyon and **Fortis Capital** have fired up syndication of a \$440 million loan for AES Gener. The loan will fund a 242 MW coal generation project at the company's Ventanas site Chile.

See story, page 2

In The News

- Tenaska Ropes In Tyr M&A Official 3
- Siemens Bolsters Energy Finance
With A Scotia Hire 3
- HVB NYC Syndicator Packs Bags
For Lion City 3

Corporate Strategies

- Puerto Rico Authority Hits
Mart In Size 3
- ConEd Calls Pricey 7.5% Paper 3

Departments

- Generation Auction & Sale Calendar 4
- Project Finance Deal Book 6
- Weekly Recap 7

COPYRIGHT NOTICE: No part of this publication may be copied, photocopied or duplicated in any form or by any means without Institutional Investor's prior written consent. Copying of this publication is in violation of the Federal Copyright Law (17 USC 101 et seq.). Violators may be subject to criminal penalties as well as liability for substantial monetary damages, including statutory damages up to \$100,000 per infringement, costs and attorney's fees. Copyright 2007 Institutional Investor, Inc. All rights reserved.

For information regarding subscription rates and electronic licenses, please contact Dan Lalor at (212) 224-3045.

Fair Dinkum Deals?

BIG AUSSIE FIRM PLOTS U.S. FUND

Australia's **Allco Finance Group** plans to launch a dedicated North American energy infrastructure fund this year which will target conventional generation and transmission. The A\$6 billion (\$4.9 billion) money manager is already active in North America through its North American arm **AllCapital**, but has so far been using money from more general funds and a wind-focused fund to invest in the sector. Officials at Allco declined comment.

The firm has been expanding its U.S. footprint, mostly prominently through wind. In December, it signed a 1.5 GW PPA with **Southern California Edison** for wind projects it will develop in Tehachapi, Calif., over the next 5-10 years, with an investment of \$2.5-3 billion.

The size of the new fund could not be learned.

—Ben Miller

First Of A Kind

INVENERGY LAUNCHES NOVEL SELF-SYNDICATION

Chicago-based **Invenery** has launched syndication of a \$480 million financing with a twist: pricing will be set via what advisor **RBC Capital Markets** is calling a reverse auction. Lenders will submit pricing bids in mid-May and Invenery is then expected to choose a market-low clearing price and decide allocations. Observers say they have not seen a self-syndicated Dutch auction-style bid process like this before, though one notes it could work for other deals, as long



(continued on page 8)

HSH SCOPES CLUBBERS FOR \$352 MILLION WIND LOAN

HSH Nordbank has been meeting banks one-on-one to line up a \$352 million club construction loan for the 205 MW White Creek wind project in southern Washington.

The invited banks could not be identified, but **BayernLB**, **Dexia Crédit Local** and **HypoVereinsbank** are seen as potential targets, on account of their previous deals with HSH. Officials at HSH and the other banks declined to comment or did not return calls.

White Creek was formed by four members of the **Last Mile Electric Cooperative**: **Klickitat Public Utility District**, **Cowlitz County Public Utility**, **Lakeview Light and Power**, and the **Tanner Electric Cooperative**.

In December, the project was sold to White Creek Wind I, an investment group that will, upon completion of construction, consist of affiliates of **Prudential Capital Group** and

(continued on page 8)

Check www.iipower.com during the week for breaking news and updates.



At Press Time

Citi Project Finance MD Jumps to Alinda

Mark Prybutok, managing director specializing in project finance in Citigroup's New York global power group, is joining private equity shop Alinda Capital Partners.

Calls to Alinda officials and to a Citi spokeswoman were not returned.

Alinda, which focuses on transportation, energy, water, and utility infrastructure, was started by Chris Beale, former global head of project finance at Citi. It also counts former Citi bankers Sanjay Khettery, John Laxmi and Simon Riggall among its partners.

Calyon, Fortis Launch Chilean Coal Loan

Calyon and Fortis Capital launched syndication of \$440 million in debt for AES Gener last week at bank meetings in New York and Santiago. The debt will fund the development of 241.8 MW in contracted coal-fired generation at Gener's Ventanas site in Chile. Officials at AES and the two banks did not return calls requesting comment.

The debt breaks down into a 15-year, \$415 million construction term loan and \$25 million letter of credit facility. The banks are seeking commitments of either \$20 million or \$30 million. The debt is said to be priced initially at 100 basis points, stepping up over the tenor.

AES Gener owns 2.6 GW in Chile, about 20% of the country's total generating capacity. It recently commenced operations of a newly constructed 125 MW facility, the Los Vientos diesel-fired plant. Ventanas has two units of existing capacity totaling 338 MW.

ING Wraps Up Calif. Coke Loan

Leads ING Bank and co-agents DZ Bank and Union Bank of California wrapped up syndication for \$104 million in debt refinancing for GWF Power Systems' 122 MW California petroleum coke-fired generation portfolio, according to an ING official. Regents Bank, Helaba and Lloyds TSB bought into the \$90 million term loan and \$10 million reserved letter of credit at different levels.

Pricing began at 100 basis points stepping up over the 4.5-year term. The facilities replace debt associated with six plants: the Wilbur Ave. West, Wilbur Ave. East, East Third Street, Nichols Road and Lverage Road plants in Contra Costa, and the Hanford plant in Kings County.

Tell Us What You Think!

Do you have questions, comments or criticisms about a story that appeared in *PFR*? Should we be covering more or less of a given area? The staff of *PFR* is committed as ever to evolving with the markets and we welcome your feedback. Feel free to contact **Katy Burne**, managing editor, at 212-224-3165 or kburne@iinews.com.

power finance & risk

The exclusive source for power financing and trading news

EDITORIAL

TOM LAMONT
Editor

STEVE MURRAY
Deputy Editor

PETER THOMPSON
Executive Editor [Chicago]
(773) 439-1090

KATY BURNE
Managing Editor
(212) 224-3165

BEN MILLER
Associate Reporter
(212) 224-3226

STANLEY WILSON
Washington Bureau Chief
(202) 393-0728

KIERON BLACK
Sketch Artist

PRODUCTION

DANY PEÑA
Director

LYNETTE STOCK, DEBORAH ZAKEN
Managers

MICHELLE TOM, MELISSA
ENSMINGER, BRIAN STONE,
JAMES BAMBARA
Associates

JENNY LO
Web Production & Design Director

MARIA JODICE
Advertising Production Manager
(212) 224-3267

ADVERTISING AND BUSINESS PUBLISHING

JONATHAN WRIGHT
Publisher
(212) 224-3566

JESSICA SOMMAR
Editor, Business Publishing
(212) 224-3272

CHRIS DEANGELIS
Online Sales Director
(212) 224-3618

PAT BERTUCCI, MAGGIE DIAZ,
LANCE KISLING, Associate Publishers

SAMUEL HARRIS WILLIAMS
Head of Legal Sales
(212) 224-3894

LESLIE NG
Advertising Coordinator
(212) 224-3212

PUBLISHING

ELAYNE GLICK
Publisher
(212) 224-3069

MIKE FERGUS
Marketing Director
(212) 224-3266

AMANDA CATERINA
Associate Marketing Manager
(212) 224-3096

VINCENT YESENOSKY
Senior Operations Manager
(212) 224-3057

DAVID SILVA
Senior Fulfillment Manager
(212) 224-3573

SUBSCRIPTIONS/ ELECTRONIC LICENSES

One year - \$2,725 (in Canada add \$30 postage, others outside U.S. add \$75).

DAN LALOR
Director of Sales (212) 224-3045

EMILY-JANE STAPLETON
Account Executive [London]
(44-20) 7779-8704

KEN LERNER
Account Executive
(212) 224-3043

GEORGE WITTMAN
Client Development Manager
(212) 224-3019

REPRINTS

DEWEY PALMIERI
Reprint & Permission Manager
(212) 224-3675
dpalmieri@institutionalinvestor.com

CORPORATE

GARY MUELLER
Chairman & CEO

CHRISTOPHER BROWN
President

STEVE KURTZ
Chief Operating Officer

ROBERT TONCHUK
Director/Central Operations & Fulfillment

Customer Service: PO Box 5016,
Brentwood, TN 37024-5016.
Tel: 1-800-715-9195. Fax: 1-615-377-0525
UK: 44 20 7779 8704
Hong Kong: 852 2842 6910
E-mail: customerservice@iinews.com

Editorial Offices: 225 Park Avenue
South, New York, NY 10003.
Tel: (773) 439-1090
Email: pthompson@iinews.com

Power Finance & Risk is a general circulation newsweekly. No statement in this issue is to be construed as a recommendation to buy or sell securities or to provide investment advice.

Power Finance & Risk ©2007
Institutional Investor, Inc.

Copying prohibited without the permission of the Publisher.

**Institutional
Investor NEWS**
INTELLIGENCE FIRST

Tenaska Bags Tyr M&A Official

Tenaska Power Fund has tapped **Brad Heisey**, a managing director at **Tyr Capital** in Overland Park, Kan., to be a v.p. of portfolio management. He joined last Monday and reports to **Paul Smith**, senior managing director in Omaha, Neb. Among his duties he will oversee power sales strategies.

Heisey joined Tyr from Kansas City, Mo., utility **Aquila** and focused on acquisitions and asset management, providing management services for some 1.7 GW of generating capacity in which Tyr holds a minority interest. He reported to Tyr COO **Tom Wertz**.

Scotia Vet Opts For Siemens Energy Finance

Gary Fabris has joined **Siemens Financial Services'** energy division as v.p. and sales manager, after 22 years at **Scotia Capital**. Fabris says he is pleased to be back in energy finance with a growing group, declining to comment further. He is based in Iselin, N.J., and started April 18.

Fabris was most recently helping to structure projects in

Scotia's real estate group, after a career that included leading the structured leasing group and overseeing the power portfolio. Siemens has been building up its energy finance team, led by s.v.p. **Kirk Edelman** (PFR, 1/24). The group is focusing on debt finance for energy transactions, and recently participated in deals such as the \$1.1 billion debt financing for **Longview Power** led by **Goldman Sachs** and **WestLB**.

HVB Big Apple Syndicator Heads To Singapore

Joe Geraghty, a loan syndicator at **HypoVereinsbank** in New York, will move to the bank's Singapore office July 1. The bank is looking to increase its project, corporate and leveraged finance presence in Asia, says a banker familiar with the moves. Officials at HVB did not respond to requests for comment.

Geraghty, who will report to **Gary Langdon** in London, will be replaced in New York by **Stuart Wimbury**, transferring from the bank's London office. During his time in New York, he worked on project finance syndications such as **Airtricity's** Sand Bluff and **AES Corp.'s** Buffalo Gap deals.

Corporate Strategies

Puerto Rico Powers Up Expansion With \$2 Billion Debt

The **Puerto Rico Electric Power Authority** sold \$2 billion in fixed and floating rate bonds in one of the largest municipal offerings to date this year. Approximately \$1.4 billion will be used to retire old debt, with the remainder going to fund a portion of a building plan focused on diversifying the commonwealth's generation supply.

"When you look at the volume and size of the issue, it's one of the largest in the country," says **Fitch Ratings** analyst **Karl Pfeil** in New York. He says by serving 1.5 million customers the agency compares with the likes of **LIPA** or the **Los Angeles Department of Water and Power**, or some of the larger corporate utilities.

The size of the offering allows PREPA to offer a smorgasbord of issues. The range of maturities is spread between three and 30 years, at coupons from 4.05% to 5%. About \$774 million of the bonds priced at 67% of the three-month LIBOR plus 52-70 basis points.

Although PREPA hasn't hit the market with a debt offering since a \$990 million placement in 2005, the agency is funding its capital improvement plan with about 80% debt. "Over the past few years, rising fuel costs have put pressure on their ability to raise funds," says Pfeil. The agency is targeting an eventual level of 75% debt.

PREPA plans to spend about \$2.2 billion over the next five years on its capital improvement plan for transmission and generation. The Aguirre oil-fired plant will be converted to natural gas. Expansions include 464 MW at the San Juan plant, 120 MW at Mayaguez, and 100 MW at Cambalache.

In a statement, PREPA said it saved about \$75 million by refunding the \$1.4 billion in old debt. Demand was high enough that it was able to cut the initial yields by one to four basis points. The offering was led by **JPMorgan** led the offering, with **UBS** and **Wachovia** as co-managers. The notes were rated A- by **Fitch** and BBB+ by **Standard & Poor's**.

ConEd Calls in \$350M In Pricey Notes

Consolidated Edison plans to redeem \$350 million in 40-year public income notes on May 19. The 7.25% notes could be replaced with cheaper debt, says **John Perkins**, director of corporate finance in New York, but the utility hasn't decided whether to use a long-term issue. For the moment, it will use short-term borrowing to fund the redemption.

"We were able to get an inexpensive call option at the time," of the issue in 2002, says Perkins, not sure if ConEd would use it. The notes are redeemed for 100% of the purchase price plus interest up to May 19.



Generation Auction & Sale Calendar

Following is a directory of ongoing generation asset sales, which is updated on a weekly basis. The accuracy of the information, which is derived from many sources, is deemed reliable but cannot be guaranteed. To report new auctions or changes in the status of a sale, please call **Katy Burne**, senior reporter, at (212) 224-3165 or e-mail kburne@iineews.com.

Seller	Plants	Location	MW	Plant Type	Advisor	Status/Comments
AES Corp.	Delano	Central Valley, Calif.	57	Biomass	Bodington & Co.	Teasers dispatched early Jan. (PFR, 1/29)
	Mendota	Central Valley, Calif.	25	Biomass		
AIG Highstar Capital	13 plants	U.S. portfolio, concentrated in Florida and Pennsylvania	2,378	Gas, coal and waste coal	Lehman Brothers	50% stake in Northern Star Generating for sale. Ontario Teachers' owns the balance. Two-stage auction in second round.
Astoria Energy	Astoria plant	Queens, N.Y.	500 MW; 1 GW permitted	Gas	N/A	Owners fielding offers. Suez Energy acquiring a 30% stake (PFR 9/29).
BayCorp Holdings	Benton Falls	Benton, Maine	4.3	Hydro	Concentric Energy Advisors	N/A
Boralex Power Income Fund	Kingsey Falls	Québec	31	Gas Cogen	Genuity Capital Markets	Auction to kick off this quarter
	Senneterre	Québec	34.6	Biomass		
	Dolbeau	Québec	28	Biomass		
	Beauport	Québec	4.5	Hydro		
	Buckingham	Québec	9.9	Hydro		
	Forestville	Québec	12.7	Hydro		
	Rimouski	Québec	3.6	Hydro		
	Saint-Lambert	Québec	6	Hydro		
	Hudson	New York	45.8	Hydro		
City of Vernon	South Glens	New York	13.9	Hydro	Lehman Brothers	Two-stage auction. Assets being offered debt-free, with promise of 15-year PPA with seller.
	Malburg Generating Station	Southern Calif.	134	Gas		
	Palo Verde Power	Southern Calif.	11	Nuclear		
	Hoover Upgrading	Southern Calif.	22	Hydro		
Related transmission		Southern Calif.				
Conduit Capital	Various	Latin America Caribbean	939 net ownership	Diverse	BNP Paribas	Final bids due next month (PFR 4/16)
Con Ed Development, a unit of Consolidated Edison	Con Edison Energy	Springfield, Mass.	185	Coal, hydro	Morgan Stanley	Con Ed looking to sell. Teasers expected shortly. (PFR, 3/12)
	Newington Energy	Newington, N.H.	525	Gas		
	Ada Cogeneration	Ada, Mich.	29 (46%)	Gas		
	Lakewood	Lakewood, N.J.	236 (80%)	Gas		
	Ocean Peaking Power	Lakewood, N.J.	330	Gas		
	Rock Springs	Rising Sun, Md.	670 (50%)	Gas		
	Puerto Barrios	Guatemala	42 (49%)	Oil		
CT Acquisitions	Canal Road	Cleveland, Ohio	800,000 Mlbs an hour at 165 psig	District heating and cooling systems	Concentric Energy Advisors	Binding bids due middle of this month. One stage sale process.
	Hamilton Street					
Desert Power	Desert Power plant	Rowley, Utah	65 installed 100 planned	Gas	Miller Buckfire	Owners exploring sale options (PFR, 1/15).
Dynergy	Bluegrass	Oldham County, Ky.	573	Gas	JPMorgan Chase	In second round. Seller hopes to fetch between \$200-500 million in asset sales this year, (PFR 2/5).
	Heard County	Heard County, Ga.	539	Gas		
	Lyondell	Channelview, Texas	600	Gas		
DTE Energy	Georgetown 4	Indianapolis, Ind.	80	Gas	N/A	Indianapolis Power & Light to acquire Sales process initiated, final bids due Q2 Seller exploring options, including outright sale On books at scrap value, decommissioned.
	Crete Energy Venture	Crete, Ill.	304 (50%)	Gas		
	East China	East China, Mich.	320	Gas		
	River Rouge	Detroit, Mich.	240	Gas		
Electricite de France Internationalunit Controladora del Golfo	Saltillo	Ramos Arizpe, Coahuila	248	Gas	JPMorgan Chase	First round bids due (PFR, 4/16).
	Anahuac (RB2)	Valle Hermoso, Tamaulipas	495	Gas		
	Lomas de Real (RB3)	Valle Hermoso, Tamaulipas	495	Gas		
	Valle Hermoso (RB4)	Valle Hermoso, Tamaulipas	500	Gas		
	Electricidad Aguila de Altamira	Altamira	495 (51%)	Gas		
	Gasoducto del Rio	54 km pipeline	330,000M Btu/D			
Entergy Corp.	50% stake in Top	Worth County, Iowa	40	Wind	New Harbor	Seller wants about \$500 million for the assets. Bidders shortlisted to about 10 financial players, (PFR, 2/8).
	Deer Wind Ventures	Carsen County, Texas	40			
	RS Cogen	Lake Charles, La.	212	Gas		

Generation Auction & Sale Calendar (cont'd)

Seller	Plants	Location	MW	Plant Type	Advisor	Status/Comments
	Roy S. Nelson	Westlake, La.	60	Gas/Oil		
	Warren Power	Vicksburg, Miss.	225	Gas		
	Harrison	Marshall, Texas	335	Gas		
	Independence	Newark, Ark.	121	Coal		
	Robert Ritchie	Helena, Ark.	544	Gas/Oil		
	Offtake Contract	Sam Rayburn Power Agency	50-80			
GE Energy	Green County plant	Jenka, Okla.	795	Gas	N/A	Bids due May 2.
Financial Services	Birchwood	Fredericksburg, Va.	242	Coal	N/A	Tyr said to be interested in acquiring (PFR, 2/12/07).
	Lake Benton I	Minnesota	107	Wind	N/A	AES said to be a frontrunner
	Storm Lake II	Iowa	80	Wind		
Globeleq	Emerging market portfolio	Asia, Africa, Americas	2,082	Mixed	Lehman Brothers	Firms bids due early May. Ashmore Energy and IP said to have partnered up on indicative bid (PFR, 2/9).
Goldman Sachs	Horizon	Houston, Texas	1,350	Wind	N/A	Energias de Portugal to acquire for estimated \$2.93B, of which \$2.5B will be debt led by Barclays (PFR, 3/27).
	Wind Energy		targeted by year end			
Greenwich Energy Investments	Masspower	Springfield, Mass.	258	Gas	Miller Buckfire	BG North America beat Arcapita to the asset in a deal worth circa \$150 million (PFR, 3/28).
MDU Resources	Brush Power (1&3)	Brush, Colo.	213	Gas	Goldman Sachs	Final bids were due April 11.
IPP unit, Centennial Energy Resources	Hardin Generating	Hardin, Mont.	116	Coal		
	Hartwell Generating	Hartwell, Ga.	310	Gas		
	Mountain View	San Gorgonio	66.6	Wind		
	Power Partners	Pass, Calif.				
	San Joaquin Cogen	Lathrop, Calif.	48	Gas		
Mirant	Curacao Utilities (25%)	Curacao	133	Asphalt	JPMorgan	Marubeni to acquire for \$1.082 billion, including \$350 million in debt, and power purchase obligations of about \$153 million.
	Grand Bahama Power Co. (55%)	Grand Bahama Island	151	Oil		
	Jamaica Public Service Co. (80%)	Jamaica	621	Oil/Hydro		
	PowerGen (39%)	Trinidad & Tobago	1.2 GW	Gas		
	Apex plant	Nev.	527	Gas	JPMorgan	LS Power to buy, but is selling Shady Hills (PFR, 3/5).
	Bosque	Texas	546	Gas		\$1.3 billion acquisition financing launched 3/27
	Shady Hills	Fla.	469	Gas/Oil		via JPMorgan, Barclays Capital, Credit Suisse, Lehman Brothers.
	Sugar Creek	Ind.	561	Gas		
	Zeeland	Mich.	903	Gas		
	West Georgia	Ga.	613	Gas/Oil		
Mirant Corp., NY-Gen	Mongaup Generating Plant	Mongaup, N.Y.	4	Hydro	N/A	Being acquired by Alliance Energy. Sale to close by September 1.
	Swinging Bridge Generating Plant	Mongaup, N.Y.	12	Hydro		
	Rio Generating Plant	Mongaup, N.Y.	9	Hydro		
	Hillburn	Hillburn, N.Y.	51	Gas/Jet fuel		
	Shoemaker	Middletown, N.Y.	44	Gas/Jet fuel		
Progress Ventures	Walton	Walton, Ga.	450	Gas	JPMorgan	Seller will fetch \$480 million in sale of generation to ArcLight Capital Partners and contract portfolio to Constellation Energy Commodities Group
	Monroe Power	Monroe, Ga.	350	Gas		
	Washington County	Washington County, Ga.	600	Gas		
	Effingham County	Effingham County, Ga.	500	Gas		
PSEG Global	Electroandes	Andean region, Peru	180	Hydro	JPMorgan	Seller has received reverse enquiries and is determining wider interest
			437 miles	Transmission		
Reliant Energy	IndianRiver	Titusville, Fla.	587	Oil/Gas	JPMorgan	Indicative bids were taken April 10. JP Morgan doing a staple financing. (PFR, 2/26)
	Osceola Generating Station	Holopaw, Fla.	470	Gas (peaker)		
	Bighorn Generating Station	Las Vegas, Nev.	598	Gas		
	Choctaw Generating Station	French Camp, Miss.	804	Gas (mothballed)		
Sithe Global Power	River Hill Power	Karthus Township, Pa.	290	Coal	Credit Suisse	Development rights to the project for sale.
Tyche Power Partners	Brooklyn Navy Yard	Brooklyn, N.Y.	286	Gas Cogen	N/A	Owners reportedly soliciting interest in 50% stake (PFR, 4/18). Balance held by B-41 Associates

Project Finance Deal Book

Deal Book is a matrix of energy project finance deals that PFR is tracking in the energy sector. The accuracy of the information, which is derived from many sources, is deemed reliable but cannot be guaranteed. To report updates or provide additional information on the status of financings, please call Katy Burne, Managing Editor, at (212) 224-3165 or e-mail kburne@iineews.com.

Live Deals: North America

Sponsor	Project	Location	Lead(s)	Loan	Loan Amount	Tenor	Notes
Shell WindEnergy, Dominion	Mt.Storm (264 MW, Wind)	Grant Co., W.Va.	TBA	TBA	\$288M	TBA	Choosing leads. Hedge with merchant tail expected. Debt funds phases I and II.
AES Gener	Ventanas (242 MW, Coal) Expansion	Ventanas, Chile	Calyon, Fortis	Term Loan LC	\$415M \$25M	15 yr	Syndication launched 4/24.
MACH Gen	Generation Portfolio (4GW) Refi	Various	TBA	Second lien of original \$1.5 B portfolio financing	\$850M	TBA	Choosing banks for refinancing of second lien of original portfolio financing.
Lea Power (ArcLight Capital)	Hobbs (550 MW, Gas)	Hobbs, N.M.	Calyon, Lehman Bros.	Construction LC	\$310M	TBA	Syndication launched 4/12. Xcel offtake.
GWF Power Systems	Calif. Portfolio (122MW Petcoke) Refi	Contra Costa and Kings County, Calif.	ING, DZ Bank, Union Bank of California	Ancillary LC Term loan	\$120M \$90M	TBA 4.5 yr	Syndication launched 3/28.
Invenergy	Grays Harbor Center (628 MW Gas)	Grays Harbor, Wash.	Royal Bank of Scotland	Reserved LOC facility Construction financing	\$10M \$220M	4.5 yr	Local offtake agreements. Syndication launched 4/2.
	St. Clair Power Station (570 MW Gas)	Sarnia, Ontario, Canada	RBC Capital Markets	Debt TBA	\$300M-400M	22.5 yr	Ontario Power Authority offtake. Syndication to start this month.
InterGen	La Rosita (1.1GW Coal) Refi	Mexicali, Mexico	BNP Paribas, Calyon, Export Development Canada	Term loan	\$400M	15 yr	CFE (Mexico), Shell offtake. Syndication launched, delayed. Status unclear.
				Senior LC	\$47M	15 yr	
	Generation Portfolio Refi	Various	Merrill Lynch, Lehman Bros.	TBA	\$3B	TBA	Timeline unclear.
EdF Energie Nouvelles	La Ventosa (80-100 MW Wind)	Juchitan, Oaxaca, Mexico	TBA	TBA			Choosing lead banks. Delayed.
Calpine, Mitsui & Co.	Greenfield (1GW Gas)	Courtright, Ont., Canada	Bank of Tokyo, Mitsubishi, BMO Financial	Loan	Approx. \$300M-400M	18 yr	Ontario Power Authority offtake. Selecting sub-underwriters. Syndication launched 4/24.
Terrawinds Resources	TerraWinds (201 MW wind)	Rivier-Du-Loup, Quebec, Canada	HSH Nordbank	Senior secured construction and term debt facility	C\$300M (\$259M)	TBA	Hydro-Quebec offtake. Awaiting syndication.
Perennial Power	Hermiston Generation Plant	Hermiston, Ore.	TBA	TBA	\$130M	10 yr	Lead banks expected 2Q2007
Lodi Gas Storage	Acquisition Refi (474 MW Gas)	Calif.	TBA	Secured loans	\$145M	TBA	Status unclear.
Noble Environmental Power	Altona, Ellenberg, Clinton and Bliss (339 MW Wind)	Altona, Ellenberg, Clinton and Bliss, N.Y.	HSH Nordbank, Dexia Credit Locale	Non-recourse loan	\$445M	TBA	Supported by 10 yr. hedges. Syndication expected this quarter.
Bethel Energy	(100 MW Solar)	Imperial County, Calif.	TBA	Debt and equity, TBA	\$368M	TBA	Looking for lead banks
Katabatic Power	(25.5 MW Wind)	Mount Hays, B.C.	TBA	TBA	TBA	TBA	Looking for lead banks.
Winergy Power	Plum Island (30 MW Wind)	Long Island, N.Y. (Offshore)	TBA	TBA			Looking for lead banks.
Borelais Infrastructure	Bruce Power (4.6 GW) Refurbishing	Tiverton, Ont.	TBA	TBA	C\$1B (\$846M)	TBA	Choosing lead banks.
Organizacion Soriana, Vientos Del Istmo	(216 MW Wind)	Oaxaca, Mexico	TBA	TBA			Chosing lead banks.

Live Deals: Europe/Middle East

Sponsor	Project	Location	Lead(s)	Loan	Loan Amount	Tenor	Notes
InterGen	Rijnmond Energie Center (820MW, Cogen) Refi and Expansion	Rotterdam, Netherlands	TBA	TBA			Looking for banks to refinance EUR240M (\$326M) in project debt and fund 400MW expansion.
AES	Cartagena (1.2GW, Gas) Refi	Cartagena, Spain	TBA	TBA			Looking for banks to refinance EUR665M (\$887M).
ACS Group	La Boga Portfolio (Wind)	6 sites, Spain	Natexis, La Caixa	Term loan	EUR 350M (\$462M)		Syndication slated to wrap by month end
				Tax facility	EUR 58M (\$77M)		

Live Deals: Europe/Middle East (cont'd)

Sponsor	Project	Location	Lead(s)	Loan	Loan Amount	Tenor	Notes
Babcock & Brown, Eurowatt	Wind Portfolio (120MW)	Various, France	La Caixa, Natexis	Term loan	EU183M (\$234M)		Syndication timeline unclear
Babcock & Brown Wind Partners	Wind Portfolio (1.2 GW) Refi	Various, Global	Dexia Credit Local, Bank of Scotland, two Iberian banks	Financing package	EUR1B (\$1.3B)		Choosing lead banks.
Spanish Egyptian Gas Company	Damietta (LNG) Refi	Damietta, Egypt	TBA	Non-recourse loan	\$600M	15-16 yr	Choosing lead banks with advisor RBS.
Marubeni	Messaieed (2GW Gas)	Doha, Qatar	Calyon, Managing Agents TBA	Financing package	\$1.63B		Syndication this quarter.
Ras Laffan Power Co. (AES)	Ras Laffan A (750 MW IWPP)	Doha, Qatar	TBA	TBA	\$572M		Looking for lead banks.
C-Power	Thornton Bank (300 MW Wind)	Belgian Coast	Dexia	TBA	EUR100M (\$131M)	TBA	Status unclear
AES Oasis, Mitsui & Co.	Almanakher (370MW Gas)	Almanakher, Jordan	Sumitomi Mitsui, Overseas Private Investment Corp., JBIC	Senior facility	\$255M		Near close. National Electric Power Co. offtake.
				Equity tranche	\$75M		

Weekly Recap

The Weekly Recap is a summary of publicly reported power news stories. The information has been obtained from sources believed to be reliable, but PFR does not guarantee its completeness or accuracy.

North America

- **TXU Energy** will lower retail power rates in Houston and elsewhere in Texas by up to 10%, in part to compete with planned rate cuts by **Reliant Energy**. TXU CEO Jim Burke said the company had been planning to reduce rates outside its traditional home territory in the Dallas-Fort Worth, but Reliant's reduction prompted it to move quicker (*Houston Chronicle*, 4/23).
- An ex-**Enron** human resources official has been sentenced to five years and three months in prison for wire fraud. **Christian Deeb Rahaim** stole nearly \$3 million from the company years after it went bankrupt in a scheme to funnel money to himself through sham companies (*Houston Chronicle*, 4/20).
- The **Tennessee Valley Authority** sold only 69% of its green generated power from March 2006 to February 2007. The utility sells renewable energy to participating consumers at a slightly higher price than traditionally generated power. The power comes from the Buffalo Mountain wind farm, several solar facilities and a Memphis plant that burns methane gas from a sewage treatment plant (*AP*, 4/24).
- The **Pennsylvania Public Utility Commission** approved the \$3.15 billion acquisition of **Duquesne Light Holdings** by a consortium led by **Macquarie Infrastructure Partners** and **Diversified Utility & Energy Trusts**. The consortium will acquire the Pittsburgh utility company for \$20 a share, in a deal expected to close in 45 days (*Dow Jones*, 4/24).
- **Cleco Corp.** will receive allowed unsecured claims of \$85 million against **Calpine Energy Services** and **Calpine** under a settlement subject to bankruptcy court approval. The claims relate to two long-term tolling agreements Calpine Energy

Services held for the output of a plant owned by Calpine and Cleco (*Dow Jones*, 4/23).

Europe

- **Scottish Power** has rejected accusations by U.K. regulator **Ofgem** that it has failed to cut customer bills, arguing it has one of the most competitive tariffs. The energy regulator said Monday the average household could cut its annual energy bill by over GBP100 (\$200) by abandoning Scottish Power or **EDF Energy** which have not reduced standard charges this year (*Reuters*, 4/24).
- The **European Commission** said the deadline for its inquiry into the **International Power's** proposed generation joint venture with Japan's **Mitsui and Co** is May 31. The deal would see the two combine U.K. generating assets in a new company 75% owned by IP and 25% by Mitsui. The proposed company would have 5GW of capacity (*AFX News*, 4/31).
- **Iberdrola** has been threatened with a EUR60,000 (\$81,330) fine by Spain's energy regulator for not getting regulatory approval for its purchase of additional shares in **Medgaz**. The Spanish electricity company said it acquired in January an additional 8% of the Medgaz consortium that is building a gas pipeline between Spain and Algeria. The purchase raised Iberdrola's Medgaz stake to 20% (*Dow Jones*, 4/20).

Asia

- **Shanghai Electric Power Co.** has landed a CNY1 billion (\$129 million), three-year revolving loan from 10 international banks in China, according to deal bookrunner **Citibank**. The syndicated loan will fund working capital (*Dow Jones*, 4/23).

HSB SCOPES

(continued from page 1)

Lehman Brothers. White Creek Wind I will provide equity capital and utilize the federal production tax credits generated by the project. Calls to a White Creek I official were not returned.

Foundation work is underway on the site east of Goldendale, Wash., and delivery of 89 Siemens 2.3 MW Mark II turbines is expected to begin in a few months. White Creek is expected to be operating by early 2008. The project has PPAs covering 20-years with the four Last Mile members, who have the option to repurchase the project after 10 years. —B.M.

INVENERGY LAUNCHES

(continued from page 1)

as the project was well put-together and offered few uncertainties.

An RBC official declined comment. Michael Polsky, the industry luminary who founded Invenery, and CFO Jim Murphy did not respond to requests for comment.

The extent to which it is bound to accept the lowest price and the specifics of how it will decide could not be learned. Deal trackers say Invenery has set the structure as a 21-year, \$383 million construction term loan and \$96 million in letter of credit facilities and invited a group of lenders to pitch for it. With this approach, the developer saves underwriting fees in return for a lot more work and the uncertainty of having to take a consensus from several different bids, they add.

The package supports construction of a 570 MW combined-cycle gas-fired plant to be built at the St. Clair power station in Ontario. Construction is expected to last between one and two years. The facility has a 20-year offtake agreement with the **Ontario Power Authority**. **Stark Investments**, a Milwaukee, Wis.-based asset management firm, is providing an undisclosed equity stake in the project (PFR, 3/5). —B.M.

Calendar

• **Novogradac & Company** is hosting *Financing Renewable Energy* at the Fairmont Hotel in San Francisco Wednesday and Thursday. Call 415-356-8057.

• **Infocast** is organising the *2nd Annual Solar Power Project Finance & Investment Summit* at the Rancho Bernardo Inn in San Diego May 9-11. Call 818-888-4444.

Quote Of The Week

"When you look at the volume and size of the issue, it's one of the largest in the country." —**Karl Pfeil**, analyst at **Fitch Ratings** in New York, reflecting on where a \$2 billion **Puerto Rico Electric Power Authority** bond issue sits in relation to **LIPA** or the **Los Angeles Department of Water and Power** (see story, page 3).

One Year Ago In Power Finance & Risk

Noble Environmental Power auditioned lenders to provide nearly \$700 million in funding for construction of four wind farms in upstate New York, totaling 300 MW. [The J.P. Morgan Partners-owned shop picked **Dexia Crédit Local** (PFR, 5/19) and **HSB Nordbank** to arrange \$445 million in debt and **GE Energy Financial Services** to provide \$232 million in equity (PFR, 8/25). Syndication has been delayed, and is expected this quarter.]

Alternating Current

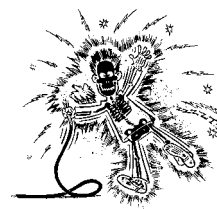


Wipeout Or The Next Wave?

Expectations were foamy last week for the first U.S. wave power IPO, but **Ocean Power Technologies'** shares quickly went kersplash. After opening at \$20, the stock sank and closed Thursday at \$16.68.

Harnessing the power of the tides for electricity is a fantasy of tree-huggers and utility executives alike. But the response illustrates difficulties persuading both public and private investors to dip their toes in the slow-developing technology. **Verdant Power's** two East River turbines powering a grocery store and a garage on Roosevelt Island (finally, after five years of permitting) don't exactly moisten the imagination.

Still, don't flush the idea just yet. **Ocean Power** landed permitting this year for a 50 MW spread in Oregon, and is working with **Iberdrola** and **Total** on a project in Spain. The idea may not have crested yet, but with friends like that, it may yet swim.



For More Benefits Visit Our Web Site

As a **Power Finance & Risk** subscriber, you're entitled to access the **Power Finance & Risk** Web site — absolutely free. Go to **www.iipower.com** to discover the added value to your subscription, including:

- Earlier Delivery
- A Virtual Library of Past Issues
- Mid-week Breaking News Stories
- Printer Friendly Stories
- Web Links
- Weekly Email Alert Service
- Global Access

To access the **Subscribers Only** area of the site, you'll need a **User ID and Password**. To obtain these, please contact us at **customerservice@iinews.com** or at 1-800-715-9195 between 8 a.m. and 6 p.m. EDT.