

Northern Border Pipeline Company
Comparative Balance Sheet

(Unaudited)

| Line No. | Description (a) | 07-31-04 (b) | 07-31-05 (c) |
|---------------------------------|-----------------------------------------------------------|-----------------|-----------------|
| Assets and Other Debits | | | |
| Utility Plant: | | | |
| 1 | Utility Plant | \$2,433,750,246 | \$2,443,734,158 |
| 2 | Construction Work in Progress | 6,272,436 | 13,168,627 |
| 3 | Total Utility Plant | 2,440,022,682 | 2,456,902,785 |
| 4 | (Less) Accum Provision for Depreciation & Amort | (877,865,961) | (935,472,914) |
| 5 | Net Utility Plant | 1,562,156,721 | 1,521,429,871 |
| 6 | Nuclear Fuel | 0 | 0 |
| 7 | (Less) Accum Provision for Amort.,of Nuclear. Fuel Assem. | 0 | 0 |
| 8 | Nuclear Fuel | 0 | 0 |
| 9 | Net Utility Plant | 1,562,156,721 | 1,521,429,871 |
| 10 | Utility Plant Adjustments | 0 | 0 |
| 11 | Gas Stored - Base Gas | 0 | 0 |
| 12 | System Balancing Gas | 0 | 0 |
| 13 | Gas Stored in Reservoirs and Pipelines-Noncurrent | 0 | 0 |
| 14 | Gas Owned to System Gas | (1,432,600) | (182,046) |
| Other Property and Investments: | | | |
| 15 | Nonutility Property | 3,509,641 | 3,509,641 |
| 16 | (Less) Accum Provision for Depreciation & Amort | (1,559,189) | (1,775,287) |
| 17 | Investments in Associated Companies | 0 | 0 |
| 18 | Investments in Subsidiary Companies | 0 | 0 |
| 19 | Noncurrent Portion of Allowances | 0 | 0 |
| 20 | Other Investments | 0 | 0 |
| 21 | Special Funds | 0 | 0 |
| 22 | Total Other Property and Investments | 1,950,452 | 1,734,354 |
| Current and Accrued Assets: | | | |
| 23 | Cash | (1,260,021) | (1,536,140) |
| 24 | Special Deposits | 0 | 0 |
| 25 | Working Funds | 6,127 | 5,700 |
| 26 | Temporary Cash Investments | 46,997,578 | 22,493,918 |
| 27 | Notes Receivable | 0 | 0 |
| 28 | Customer Accounts Receivable | 32,405,295 | 30,108,006 |
| 29 | Other Accounts Receivable | 510,474 | 782,777 |
| 30 | (Less) Accum Provision for Uncollectible Accounts | (4,815,512) | (3,436,761) |
| 31 | Notes Receivable from Associated Companies | 0 | 0 |
| 32 | Accounts Receivable from Associated Companies | 494,893 | 1,256,353 |
| 33 | Fuel Stock | 0 | 0 |
| 34 | Fuel Stock Expenses Undistributed | 0 | 0 |
| 35 | Residuals (Elec) and Extracted Projects (Gas) | 0 | 0 |
| 36 | Plant Materials and Operating Supplies | 3,647,095 | 3,530,050 |
| 37 | Merchandise | 0 | 0 |
| 38 | Other Materials and Supplies | 0 | 0 |
| 39 | Nuclear Materials Held for Sale | 0 | 0 |
| 40 | Allowances | 0 | 0 |
| 41 | (Less) Noncurrent Portion of Allowances | 0 | 0 |
| 42 | Stores Expense Undistributed | 0 | 0 |
| 43 | Gas Stored Underground - Current | 0 | 0 |
| 44 | Liquefied Natural Gas Stored | 0 | 0 |
| 45 | Liquefied Natural Gas Held for Processing | 0 | 0 |
| 46 | Prepayments | 1,124,036 | 1,028,599 |
| 47 | Advances for Gas | 0 | 0 |
| 48 | Interest and Dividends Receivable | 8,954 | 7,140 |
| 49 | Rents Receivable | 0 | 0 |
| 50 | Accrued Utility Revenues | 0 | 0 |
| 51 | Miscellaneous Current and Accrued Assets | 9,972,355 | 3,340,083 |
| 52 | Derivatives Instrument Assets | 0 | 0 |
| 53 | Derivatives Instrument Assets-Hedges | 10,421,000 | 0 |
| 54 | Total Current and Accrued Assets | 99,512,273 | 57,579,726 |
| Deferred Debits: | | | |
| 55 | Unamortized Debt Expense | 4,669,042 | 3,713,786 |
| 56 | Extraordinary Property Losses | 0 | 0 |
| 57 | Unrecovered Plant and Regulatory Study Costs | 0 | 0 |
| 58 | Other Regulatory Assets | 45,969,416 | 47,334,287 |
| 59 | Preliminary Survey and Investigation Charges (Electric) | 0 | 0 |
| 60 | Preliminary Survey and Investigation Charges (Gas) | 465,370 | 674,025 |
| 61 | Clearing Account | 0 | 15,606 |
| 62 | Temporary Facilities | 0 | 0 |
| 63 | Miscellaneous Deferred Debits | 4,375,899 | 4,672,328 |
| 64 | Dfrd Losses from Disposition of Utility Plant | 0 | 0 |
| 65 | Research, Development & Demonstration Exp | 0 | 0 |
| 66 | Unamortized Loss on Reacquired Debt | 0 | 1,972,829 |
| 67 | Accumulated Deferred Income Taxes | 18,852,947 | 18,970,134 |
| 68 | Unrecovered Purchased Gas Costs | 0 | 0 |
| 69 | Total Deferred Debits | 74,332,674 | 77,352,995 |
| 70 | Total Assets and Other Debits | \$1,736,519,520 | \$1,657,914,901 |

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(Unaudited)

| Line No. | Description (a) | 07-31-04 (b) | 07-31-05 (c) |
|----------|-----------------------------------------------|------------------------|------------------------|
| | Liabilities and Other Credits | | |
| | Proprietary Capital: | | |
| 71 | Common Stock Issued | \$0 | \$0 |
| 72 | Preferred Stock Issued | 0 | 0 |
| 73 | Capital Stock Subscribed | 0 | 0 |
| 74 | Stock Liability for Conversion | 0 | 0 |
| 75 | Premium of Capital Stock | 0 | 0 |
| 76 | Other Paid-In Capital | 499,180,628 | 551,692,934 |
| 77 | Installments Received on Capital Stock | 0 | 0 |
| 78 | (Less)Discount on Capital Stock | 0 | 0 |
| 79 | (Less) Capital Stock Expense | 0 | 0 |
| 80 | Retained Earnings | 11,913,217 | 30,849,588 |
| 81 | Unappropriated Undistributed Sub Earnings | 0 | 0 |
| 82 | (Less) Reacquired Capital Stock | 0 | 0 |
| 83 | Accumulated Other Comprehensive Income | 4,264,871 | 2,904,838 |
| 84 | Total Proprietary Capital | 515,358,716 | 585,447,360 |
| | Long-Term Debt: | | |
| 85 | Bonds | 0 | 0 |
| 86 | (Less) Reacquired Bonds | 0 | 0 |
| 87 | Advances From Associated Companies | 0 | 0 |
| 88 | Other Long-Term Debt | 685,421,000 | 600,000,000 |
| 89 | Unamortized Premium on Long-Term Debt | 0 | 3,586,909 |
| 90 | (Less) Unamortized Discount on Long-Term Debt | (1,063,102) | (902,214) |
| 91 | (Less) Current Portion of Long-Term Debt | 0 | 0 |
| 92 | Total Long-Term Debt | 684,357,898 | 602,684,695 |
| | Other Noncurrent Liabilities: | | |
| 93 | Obligations Under Capital Leases | 0 | 0 |
| 94 | Accumulated Provision for Property Insurance | 0 | 0 |
| 95 | Accum Provision for Injuries and Damages | 0 | 0 |
| 96 | Accum Provision for Pensions and Benefits | 0 | 0 |
| 97 | Accum Miscellaneous Operating Provisions | 0 | 0 |
| 98 | Accumulated Provision for Rate Refunds | 0 | 0 |
| 99 | Total Other Noncurrent Liabilities | 0 | 0 |
| | Current and Accrued Liabilities: | | |
| 100 | Current Portion of Long-Term Debt | 0 | 0 |
| 101 | Notes Payable | 0 | 0 |
| 102 | Accounts Payable | 1,940,141 | 3,475,966 |
| 103 | Notes Payable to Associated Companies | 0 | 0 |
| 104 | Accounts Payable to Associated Companies | 9,610,216 | 3,943,250 |
| 105 | Customer Deposits | 0 | 0 |
| 106 | Taxes Accrued | 30,746,822 | 25,718,281 |
| 107 | Interest Accrued | 13,855,826 | 15,063,750 |
| 108 | Dividends Declared | 51,603,248 | 0 |
| 109 | Matured Long-Term Debt | 0 | 0 |
| 110 | Matured Interest | 0 | 0 |
| 111 | Tax Collections Payable | 0 | 0 |
| 112 | Miscellaneous Current and Accrued Liabilities | 9,059,084 | 3,513,014 |
| 113 | Obligations Under Capital Leases | 0 | 0 |
| 114 | Derivatives Instruments Liabilities | 0 | 0 |
| 115 | Derivatives Instruments Liabilities-Hedges | 0 | 0 |
| 116 | Total Current and Accrued Liabilities | 116,815,337 | 51,714,261 |
| | Deferred Credits: | | |
| 117 | Customer Advances for Construction | 0 | 0 |
| 118 | Accumulated Deferred Investment Tax Credits | 0 | 0 |
| 119 | Dfrd Gains from Disposition of Utility Plant | 0 | 0 |
| 120 | Other Deferred Credits | 10,707,957 | 6,343,887 |
| 121 | Other Regulatory Liabilities | 41,825,787 | 39,767,470 |
| 122 | Unamortized Gain on Reacquired Debt | 0 | 0 |
| 123 | Accumulated Deferred Income Taxes | 367,453,825 | 371,957,228 |
| 124 | Total Deferred Credits | 419,987,569 | 418,068,586 |
| 125 | Total Liabilities and Other Credits | \$1,736,519,520 | \$1,657,914,901 |