

Funds from Operations on a *Pro forma* Basis

	Results under actual generation		Results under LTA generation	
<i>US\$ millions (except per unit amounts), unaudited</i>				
For the years ended December 31	2011	2010	2011	2010
Generation (GWh)	15,877	14,480	16,297	15,887
Revenues	\$ 1,332	\$ 1,187	\$ 1,392	\$ 1,287
Other income	19	12	19	12
Direct operating costs	(425)	(346)	(425)	(346)
EBITDA	926	853	986	953
Interest expense – borrowings	(411)	(404)	(411)	(404)
Current income taxes	(22)	(32)	(22)	(32)
Management service costs	(22)	(21)	(22)	(21)
Non-controlling interests	(52)	(46)	(50)	(46)
Funds from operations (FFO) ⁽¹⁾	\$ 419	\$ 350	\$ 481	\$ 450

(1) FFO is defined as EBITDA less interest, current income taxes and management service cost, which is then adjusted for non-controlling interests.

Statements of Net Asset Value

<i>US\$ millions (except per unit amounts), unaudited</i>			Per Unit	
For the years ended December 31	2011	2010 ⁽¹⁾	2011	2010 ⁽¹⁾
Property, plant and equipment, at fair value				
Hydroelectric ⁽²⁾	\$ 12,507	\$ 11,517	\$ 47.65	\$ 43.87
Wind	1,369	564	5.22	2.15
Other	86	82	0.33	0.31
	13,962	12,163	53.20	46.33
Development assets	430	492	1.64	1.87
Working capital, net	395	221	1.50	0.84
Long-term debt and credit facilities	(5,519)	(4,994)	(21.03)	(19.01)
Non-controlling interests	(584)	(206)	(2.22)	(0.78)
Preferred equity	(241)	(252)	(0.92)	(0.96)
Net asset value ⁽³⁾	\$ 8,443	\$ 7,424	\$ 32.17	\$ 28.29

(1) *Pro forma* results presented.

(2) Includes amounts from equity-accounted investments for 2011: \$359 million and 2010: \$268 million.

(3) Net asset value represents our capital at carrying value, on a pre-tax basis prepared in accordance with the procedures and assumptions utilized to prepare the Brookfield Renewable's IFRS financial statements, adjusted to reflect asset values not otherwise recognized under IFRS.

The statements above differ from Brookfield Renewable's Summary Consolidated Balance Sheets contained in its financial statements, which are prepared in accordance with IFRS. Readers are encouraged to consider both bases of presentation in assessing Brookfield Renewable's financial position and to refer to Brookfield Renewable's Supplemental Information, available at www.brookfieldrenewable.com.