9

Watkins, Sherron

ɔject:	Mtg. w/ Jimmie Williams and Javier Li
Location:	EB 896
Start:	Mon 7/30/2001 2:00 PM
End:	Mon 7/30/2001 3:00 PM
Recurrence:	(none)
Meeting Status:	Meeting organizer
Required Attendees:	Watkins, Sherron
Resources:	Booty, Rossana

Sw (HSE + E) 0004

Row 49b

NPW SUMMARY POSITION

ASSUMPTIONS

Hawaii Warrants	Number	Basis
Mc Garret G	6,776,400	$ 6.875
Mc Garret D	8,458,200	$ 10.750
Mc Garret C	2,791,800	$ 10.750

Row 49a

Row 49b

Hawaii Notes		
Mc Garret L	$ 30,000,000	
Mc Garret M	$ 20,000,000	

#98

Raptor Vehicle	Number	Basis
Total Return Swap	16,008,400	$ 20.735
Shares	24,117,800	
Cash Distribution to LJM		$ 9,500,000
Other Income/(Loss) as of 6/22		$ 2,864,514

Enron Holdings		
Shares	13,650,400	$ 5.584

Row 49

#7.15

NPW

Arthur Power others!

Prongbow

POSITION (in 000s US$)

	NPW Price: 5		NPW Price: 6		NPW Price: 7		NPW Price: 8		NPW Price: 9		NPW Price: 10	
	Cash	Income	Cash	Income	Cash	Income	Cash	Income	Cash	Income	Cash	Income
Unwinding of Hawaii												
Mc Garret G	(12,706)	(12,706)	(5,929)	(5,929)	847	847	7,623	7,623	14,400	14,400	21,176	21,176
Mc Garret D	(48,635)	(48,635)	(40,176)	(40,176)	(31,718)	(31,718)	(23,260)	(23,260)	(14,802)	(14,802)	(6,344)	(6,344)
Mc Garret C	(16,053)	(16,053)	(13,261)	(13,261)	(10,469)	(10,469)	(7,677)	(7,677)	(4,886)	(4,886)	(2,094)	(2,094)
	(77,393)	(77,393)	(59,367)	(59,367)	(41,340)	(41,340)	(23,314)	(23,314)	(5,288)	(5,288)	12,739	12,739
Raptor												
Sale of NPW Shares	120,589	120,589	144,707	144,707	168,825	168,825	192,942	192,942	217,060	217,060	241,178	241,178
Total Return SWAP	(283,368)	(283,368)	(265,359)	(265,359)	(247,351)	(247,351)	(229,343)	(229,343)	(211,334)	(211,334)	(193,326)	(193,326)
Note Monetizations	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)
Cash Distribution to LJM	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)
Other Income/(Loss) as of 6/22	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)
	(225,143)	(225,143)	(183,017)	(183,017)	(140,891)	(140,891)	(98,765)	(98,765)	(56,639)	(56,639)	(14,512)	(14,512)
Enron NPW Investment												
Sale of NPW Shares	68,252	68,252	81,902	81,902	95,553	95,553	109,203	109,203	122,854	122,854	136,504	136,504
(Basis)		(76,218)		(76,218)		(76,218)		(76,218)		(76,218)		(76,218)
	68,252	(7,966)	81,902	5,685	95,553	19,335	109,203	32,985	122,854	46,636	136,504	60,286
Net Impact	(234,285)	(310,503)	(160,482)	(236,700)	(86,679)	(162,897)	(12,876)	(89,094)	60,927	(15,291)	134,730	58,512

	NPW Price 11		NPW Price 12		NPW Price 13		NPW Price: 14		NPW Price: 15		NPW Price: 16	
	Cash	Income	Cash	Income	Cash	Income	Cash	Income	Cash	Income	Cash	Income
Unwinding of Hawaii												
Mc Garret G	27,953	27,953	34,729	34,729	41,505	41,505	48,282	48,282	55,058	55,058	61,835	61,835
Mc Garret D	2,115	2,115	10,573	10,573	19,031	19,031	27,489	27,489	35,947	35,947	44,406	44,406
Mc Garret C	698	698	3,490	3,490	6,282	6,282	9,073	9,073	11,865	11,865	14,657	14,657
	30,765	30,765	48,792	48,792	66,818	66,818	84,844	84,844	102,871	102,871	120,897	120,897
Raptor												
Sale of NPW Shares	265,296	265,296	289,414	289,414	313,531	313,531	337,649	337,649	361,767	361,767	385,885	385,885
Total Return SWAP	(175,317)	(175,317)	(157,309)	(157,309)	(139,301)	(139,301)	(121,292)	(121,292)	(103,284)	(103,284)	(85,275)	(85,275)
Note Monetizations	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)
Cash Distribution to LJM	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)	(9,500)
Other Income/(Loss) as of 6/22	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)	(2,865)
	27,614	27,614	69,740	69,740	111,866	111,866	153,992	153,992	196,119	196,119	238,245	238,245
Enron NPW Investment												
Sale of NPW Shares	150,154	150,154	163,805	163,805	177,455	177,455	191,106	191,106	204,756	204,756	218,406	218,406
Basis		(76,218)		(76,218)		(76,218)		(76,218)		(76,218)		(76,218)
	150,154	73,937	163,805	87,587	177,455	101,237	191,106	114,888	204,756	128,538	218,406	142,189
Net Impact	208,533	132,315	282,336	206,118	356,139	279,921	429,942	353,724	503,745	427,527	577,548	501,330

SUMMARY

NPW Share Price	Net Cash (000)	Net Income (000)	Hawaii (000)	Raptor (000)
5	(234,285)	(310,503)	(77,393)	(225,143)
6	(160,482)	(236,700)	(59,367)	(183,017)
7	(86,679)	(162,897)	(41,340)	(140,891)
8	(12,876)	(89,094)	(23,314)	(98,765)
9	60,927	(15,291)	(5,288)	(56,639)
10	134,730	58,512	12,739	(14,512)
11	208,533	132,315	30,765	27,614
12	282,336	206,118	48,792	69,740
13	356,139	279,921	66,818	111,866
14	429,942	353,724	84,844	153,992
15	503,745	427,527	102,871	196,119
16	577,548	501,330	120,897	238,245
Sensitivity to NPW Pri	73,803	73,803	18,026	42,126
Break Even NPW Pric	8.17	9.21	9.29	10.34

Ignore (all of Raptor?)

Put back in

* Payments w/o off MTM TRSwap btwn ENE & Raptor

See HSFRC0000 32

Enron Sensitivity To NPW Share Price

- Income/Cash Impact

	Cash	Income
1999	-	41.30
2000	140.90	440.60
2001	50.00	22.00
	190.90	503.90

42 mm Warrants
= 13.7 mm Common shares

- Ownership Summary

	Common	Warrants	Options	Total	%	F.D. T-Stock	%
EES	8.65	42.13	-	50.78	36.8%	50.47	39.8%
Cortez	5.00	-	-	5.00	3.6%	5.00	3.9%
Other Private (Inc. Mgmnt.)	17.03	26.94	10.61	54.58	39.6%	43.77	34.5%
Public Investors	27.60	-	-	27.60	20.0%	27.60	21.8%
Total	58.28	69.07	10.61	137.96	100.0%	126.84	100.0%

13.68 =

- Assumptions

Hawaii Warrants	Number	Basis
Mc Garret G	6,776,400	$ 6.875
Mc Garret D	8,458,200	$ 10.750
Mc Garret C	2,791,800	$ 10.750
	18,026	
Hawaii Notes		
Mc Garret L		$ 30,000,000
Mc Garret M		$ 20,000,000

47mm
91 mm
30 mm

Raptor Vehicle	Number	Basis
Total Return Swap	18,008,400	$ 20.735
Shares	24,117,800	
Cash Distribution to LJM		$ 9,500,000
Other Income/(Loss) as of 6/22		$ 2,864,614
Enron Holdings		
Shares	13,650,400	$ 5.584

Raptor 3

10.75

- Sensitivity

NPW Share Price ($/Share	$ 5	$ 6	$ 7	$ 8	$ 9	$ 10	$ 11	$ 12	$ 13	$ 14	$ 15
Net Cash ($ MM)	$ (234.3)	$ (160.5)	$ (86.7)	$ (12.9)	$ 60.9	$ 134.7	$ 208.5	$ 282.3	$ 356.1	$ 429.9	$ 503.7
Net Income ($ MM)	$ (310.5)	$ (236.7)	$ (162.9)	$ (89.1)	$ (15.3)	$ 58.5	$ 132.3	$ 206.1	$ 279.9	$ 353.7	$ 427.5

Not 4.27? Include Raptor?

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