Massachusetts Municipal Wholesale Electric Company

Quarterly Report
Unaudited Financial Statement

Third Quarter
For the months ended September 30, 2011

Massachusetts Municipal Wholesale Electric Company

Balance Sheets

September 30, 2011 and 2010
(Unaudited, Dollars In Thousands)

	September 30, 2011	September 30, 2010
ASSETS		
CURRENT ASSETS		
Cash and temporary investments.................	$ 19,594	$ 12,778
Accounts receivable.....................................	25,707	28,083
Unbilled revenues.......................................	12,315	16,011
Inventories..	22,293	26,353
Prepaid expenses...	1,620	1,267
Total current assets................................	81,529	84,492
NON-CURRENT ASSETS		
Restricted assets		
Restricted special funds............................	213,108	229,511
Interest receivable..	822	898
Deferred charges		
Unamortized debt discount and expenses....	1,806	2,122
Nuclear decommissioning trusts.................	65,891	62,590
Other..	27,225	22,334
Total non-current assets..........................	308,852	317,455
Capital assets		
In service...	1,353,649	1,340,214
Accumulated depreciation...........................	(798,946)	(784,689)
Construction work in progress....................	16,840	20,326
Nuclear fuel - net of amortization...............	30,679	24,758
Total capital assets.................................	602,222	600,609
TOTAL ASSETS..	$ 992,603	$ 1,002,556
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable...	$ 7,360	$ 9,902
Member and participant advances..............	114,333	101,627
Short-term debt..	930	2,135
Accrued expenses..	18,338	22,046
Current liabilities payable-restricted assets		
Current maturities of long-term debt.........	62,045	59,781
Total current liabilities............................	203,006	195,491
NON-CURRENT LIABILITIES		
Long-term debt, net of premiuims...............	309,724	389,252
Asset retirement obligation.........................	109,331	104,066
Amounts recoverable under terms of the		
power sales agreements.............................	309,480	254,025
Other liabilities...	61,062	59,722
Total non-current liabilities.....................	789,597	807,065
TOTAL LIABILITIES...............................	$ 992,603	$ 1,002,556

Massachusetts Municipal Wholesale Electric Company

Statements of Revenues and Expenses

September 30, 2011 and 2010
(Unaudited, Dollars In Thousands)

	Three Months Ended September 30, 2011	Three Months Ended September 30, 2010	Twelve Months Ended September 30, 2011	Twelve Months Ended September 30, 2010
OPERATING REVENUES				
Revenues..	$ 76,171	$ 88,170	$ 298,269	$ 316,604
OPERATING EXPENSES				
Fuel used in electric generation.........................	6,531	11,350	24,303	27,101
Purchased power..	35,767	42,091	133,172	143,934
Other operating..	10,660	10,943	45,849	42,482
Maintenance...	2,354	1,760	13,394	13,120
Depreciation...	3,784	3,668	15,061	14,703
Taxes other than income....................................	1,207	1,157	4,931	4,370
Total operating expenses................................	60,303	70,969	236,710	245,710
Operating income...	15,868	17,201	61,559	70,894
NON-OPERATING REVENUES (EXPENSES)				
Interest income and investment market adjustments.......................................	(743)	5,266	4,834	11,698
Interest expense on long-term debt....................	(4,159)	(3,877)	(15,612)	(17,531)
Amortization of premium on long-term debt......	954	476	2,402	2,291
Amortization of debt discount and expenses......	(102)	(164)	(1,220)	(688)
Interest charged to projects during construction.	25	20	55	70
Gain on retirement of debt…………………	-	-	2,750	-
Decrease in amounts recoverable under terms of the				
power sales agreements.....................................	(11,843)	(18,922)	(54,768)	(66,734)
Total non-operating revenues (expenses)........	(15,868)	(17,201)	(61,559)	(70,894)
NET REVENUES AND EXPENSES.................	$ -	$ -	$ -	$ -

These unaudited financial statements should be read in conjunction with the Massachusetts Municipal Wholesale Electric Company (MMWEC) 2010 Annual Financial Statements. Certain reclassifications of 2010 data have been made to conform with the 2010 Annual Financial Statements.