

**Hydro Quebec Trust for Management of
Nuclear Fuel Waste
Financial Statements**
December 31st 2002

Auditors' report

To the Trustee of
Hydro-Québec Trust for Management of Nuclear Fuel Waste

We have audited the statements of net assets and the investment portfolio of the Hydro-Québec Trust for Management of Nuclear Fuel Waste as at December 31, 2002 and the statement of changes in net assets for the one-month period then ended. These financial statements are the responsibility of the Trustee. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position and the investment portfolio of the Trust as at December 31, 2002 and the changes in its net assets for the one-month period then ended in accordance with Canadian generally accepted accounting principles.

*Samson Bélair
Deloitte + Touche*

Chartered Accountants

March 24, 2003

Hydro Quebec Trust for Management of Nuclear Fuel Waste

Statement of net assets

As at December 31, 2002

	2002
	\$
<hr/>	
Assets	
Investments, at market value (at cost of 19,999,881\$)	19 999 881
Cash	119
	<hr/> 20 000 000 <hr/>
 Net Assets, at market value	 20 000 000 <hr/>
 Unitholder Equity	
Unitholder equity, at market value	20 000 000 <hr/>

Hydro Quebec Trust for Management of Nuclear Fuel Waste
Statement of changes in net assets
For the one-month period ending December 31, 2002

	2002
	\$
Net Assets - Beginning of Period	-
Capital Contributions	20 000 000
	20 000 000
Net Assets - End of Period	20 000 000

Hydro Quebec Trust for Management of Nuclear Fuel Waste

Statement of investment portfolio

As at December 31, 2002

	Nomial value/	Average Cost \$	Market value \$
SHORT TERM INVESTMENTS (99.99%)			
Province of Quebec PN, February 20, 2003	20 136 000	19 999 881	19 999 881
		19 999 881	19 999 881
Total Short Term Investments		19 999 881	19 999 881
Total Investments (99.99%)		19 999 881	19 999 881
Cash and other net assets(0.01%)			119
Total net assets (100%)			20 000 000