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SEABROOK STATION

NRC REVIEW OF LICENSE TRANSFER APPLICATION FOR SEABROOK STATION

FPL Energy Seabrook, LLC

North Atlantic Energy Service Corporation

June 20, 2002

Enclosure 2

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SEABROOK LICENSE TRANSFER

- FPLE Seabrook
  - R. Kundalkar, Vice President, Nuclear Engineering
- NAESCO
  - J. Peschel - Manager, Regulatory Programs

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PURPOSE OF MEETING

- Describe Acquisition of Controlling Interest in Seabrook Station by FPLE Seabrook, LLC
- Describe Submittal to NRC
- Discuss Proposed Review Timeline
- Questions and Open Discussion

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FPL'S ACQUISITION OF SEABROOK

- FPLE will acquire controlling interest (88.23%) in Seabrook Station pursuant to Purchase & Sale Agreement Signed April 13, 2002
- Auction administered by New Hampshire and Connecticut utility commissions
- Filed critical regulatory approval requests (including NRC) on May 17

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LICENSE TRANSFER APPLICATION

- Joint Application for Transfer of Operating Authority
  - Operational Authority for Seabrook Station to be transferred from NAESCO to FPLE Seabrook
  - FPLE Seabrook will own 88.23% of Seabrook Station
  - Owners of remaining shares did not participate in auction
  - Application requests consent to license transfer and conforming administrative amendments
  - No physical changes in unit or changes to conduct of operations

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LICENSE TRANSFER APPLICATION

- Joint Application for Transfer of Operating Authority
  - FPLE Seabrook will take title to pro rata ownership share in the facility, including spent fuel and other licensed materials at the site
  - Assets to be transferred will include all records and documents necessary for operation, maintenance, and decommissioning
  - At closing, decommissioning funds will be transferred to FPLE Seabrook with a balance that exceeds NRC minimum requirements

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FPL'S FINANCIAL QUALIFICATIONS

- FPL Group has assets exceeding $15 billion and annual revenues exceeding $8 billion with 23,000 MW of generation capacity in 17 states
- FPL Group Capital has senior unsecured debt ratings of A-1 and A2 by S&P and Moody's
- FPL Group's regulated utility has been in business for 75 years
- Projected income statement demonstrates adequate cash flows

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FPL'S FINANCIAL QUALIFICATIONS

- Application includes proposed support agreement for $110 million
- Existing parent guaranty in place
- NRC decommissioning funding assurance will be provided by prepayment
- Decommissioning funding guaranty also being provided to New Hampshire Decommissioning Financing Committee

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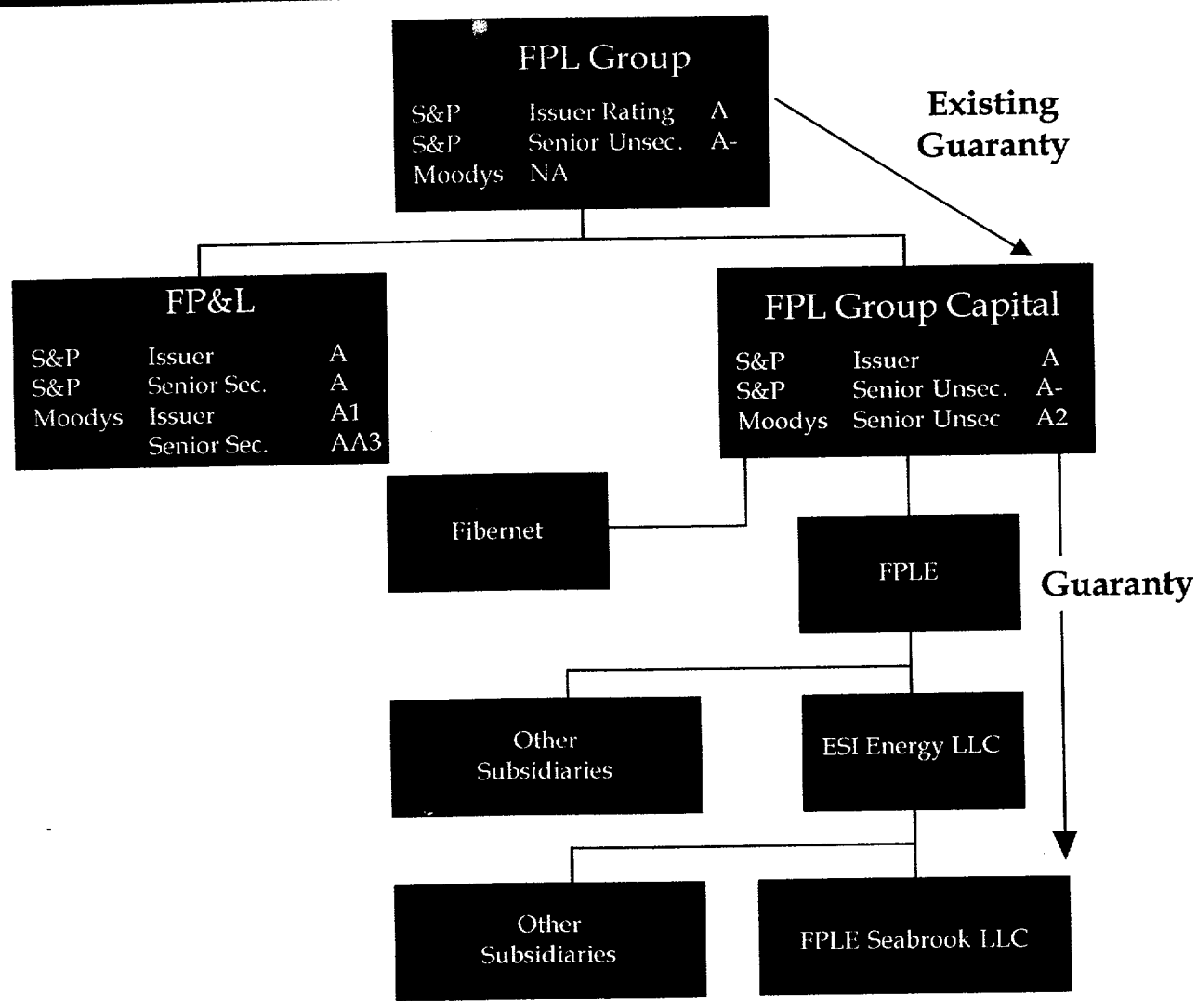
FPL'S FINANCIAL QUALIFICATIONS



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FPL'S TECHNICAL QUALIFICATIONS

- Onsite organization will report to Art Stall, CNO of FPL
- Florida Power & Light Company operates Turkey Point Units 3 and 4 and St. Lucie Units 1 and 2
- FPLE Seabrook will make offers to all NAESCO employees who are employed at any time during the three months prior to the transfer
- Plant staff, including senior managers, will remain essentially unchanged by the transfer
- FPLE Seabrook will also rely on the experience and technical capabilities of FPL if necessary
- FPL will assume responsibility for compliance with all NRC requirements and commitments, including EP, Security, QA, Offsite Power Reliability, Nuclear Insurance

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PROPOSED REVIEW TIMELINE

SEABROOK STATION

- Application submittal May 17
- NRC approvals requested by November 15
  - Immediately effective order
  - Effective through November 15, 2003

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CONCLUSIONS

- FPLE acquisition of Seabrook Station brings a strong nuclear operator to a well run and well maintained plant
- Completion of NRC reviews requested by November 15, 2002