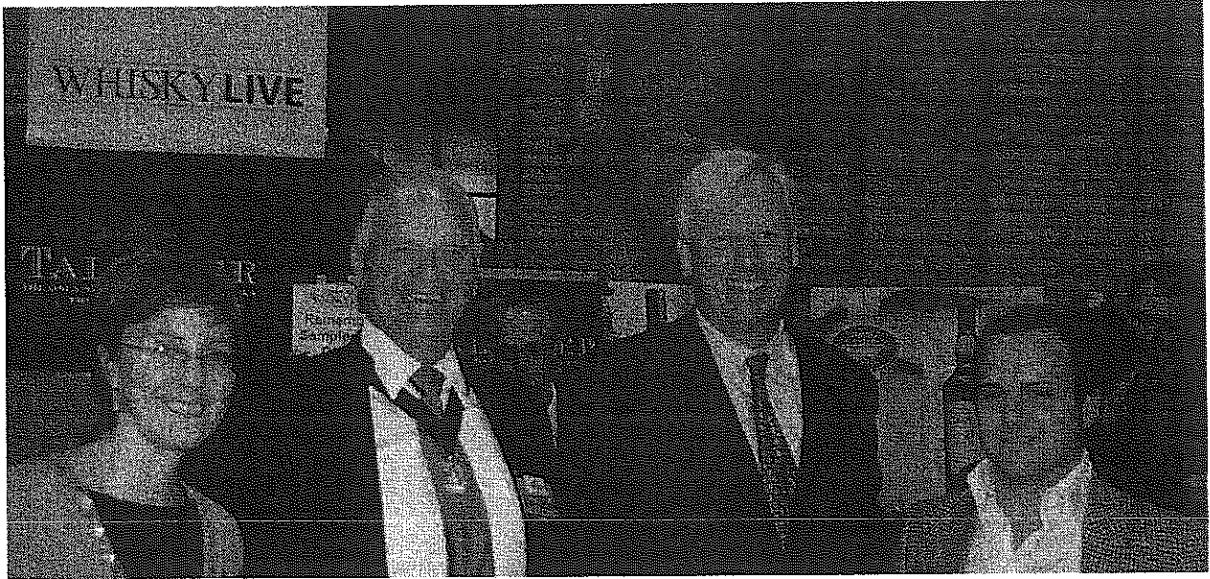


Management Report



Whisky Live



An Exhibition and Convention Centre

EXECUTIVE SUMMARY

- * Direct Energy Centre is pleased to report that the 2006 budget was exceeded.
- * Net Operating Income for the twelve months ending December 31, 2006 was \$1,108,339 compared to a budget of \$891,975 for a favourable variance of \$216,364.
- * Attendance at 1,457,000 for 2006.
- * The Direct Energy Centre team sold and services over 133 events in 2006, including high profile events such as Ameriprise National Sales Conference, with attendance in excess of 3000.
- * June 6 was the launch of the rebranding of the Direct Energy Centre.
- * A number of multi year deals were secured. DMG, MMPI, PPA.
- * Secured HOSTEX and Canadian Food & Beverage Show. HOSTEX is Canada's largest hospitality show.
- * Exhibition Place 's Director of Event Services and GM, Sales & Events have worked on the CAEM Health and Safety Committee to formulate best practices for our industry.
- * The Board and the facility were honoured with a number of awards this year. BOMA Building of the Year, Canadian Parking Association, Tradeshow Week 2006 Innovation, Waste Minimization Awards, IAEM: Innovation in Business.
- * Management staff have been focusing on accommodating structural changes due to the reorganization and are looking forward to new opportunities and challenges.

SALES & MARKETING

DECEMBER SALES EFFORTS

During this period, our Sales & Marketing team secured 3 new events for 2006 increasing our total to 74. The events are categorized as follows:

- * 12 consumer show
- * 8 trade shows
- * 30 special events/film/photo shoots/other
- * 24 corporate/meeting

FOURTH QUARTER SUMMARY

During the fourth quarter, our sales team focused on several sales initiatives including:

- * touched base with influential film bodies including the Ontario Media Development Corporation, Absolute Locations and major film production houses to direct any films requiring airport or indoor streetscape scenes to our location.
- * issued an e-blitz to key consumer retail companies to promote our location for warehouse sales
- * approached key automotive manufacturers for ride & drive events
- * actively worked to contract renewals for 2007 and contracted 3 new events for 2007.

New events held during this quarter included Whisky Live Toronto, Lexus Sales Managers Conference, Ontario College Information Fair, SOHO SME Conference, Multi Mega Sale, Roots Warehouse Sale, Canadian Tibetan Association of Ontario Dinner, World Spirit Federation, Osler Law School Photo Stills Shoot, Strategy Institute Meeting, GSS Security 1st Aid Training session, and the National Defence – Carmanah Technologies Presentation.

PUBLICITY

Publicity and media coverage during this quarter included mentions in trade publications such as IAAM News, m+a UFI Exhibition Newsletter, Expo Magazine, Meetings & Conventions Magazine, as well as event coverage on CITYTV, CP24 and in the National Post.

The December 2006/January 2007 issue of IAAM's Facility Manager magazine featured an article entitled "Environmentally Friendly Buildings". This article included a section on Direct Energy Centre with quotes from Laura Purdy and a photo of the wind turbine.

EVENT SERVICES

During the final quarter of 2006, Event and Facility Co-ordinators at Direct Energy Centre were involved in the following events:

OCTOBER	
Direct Energy Centre Trade/Consumer Events	
☒	Toronto Ski Snowboard and Travel Show
☒	Fall Stampex
☒	Whiskey Live
☒	Everything to do with Sex
☒	Bicycle Fall Blowout
☒	Hadassah WIZO Bazaar
☒	2006 E-Financial World Expo
☒	Canadian Home and Country Show
☒	Toronto Psychic Expo
Other Events	
☒	Ontario College Info Fair
☒	Toronto Marlies Film Shoot
☒	CMA Exams
☒	SOHO- SME Conference
☒	Strategy Institute Meeting
☒	National Defence Meeting
☒	TABIA Meeting – 3 meetings
☒	CSAE
☒	Islamic Eid-ul-Fitr Prayer
☒	Corporate Policy Unity Meeting
☒	Lexus Sales Conference
NOVEMBER	
Direct Energy Centre Trade/Consumer Events	
☒	Royal Agricultural Winter Fair
☒	Trans Expo
☒	Roots Warehouse Sale
☒	Multi Mega Sale Fair
☒	Print World

Other Events	
☒	MLSE Coaches Clinic
☒	School Library Resource Fair
☒	SEMEX Alliance Meeting
☒	Livestock Meeting
☒	CFA Exams
☒	Coca Cola Holiday Party
☒	Ricoh VIP Room CUPE Holiday Party
☒	Nicoderm Film Shoot
☒	Lunch & Learn Session
☒	Toronto Hydro Kids Christmas Party
☒	TABIA
☒	Public Consultation Meeting
☒	Awards Gala
DECEMBER	
Direct Energy Centre Trade/Consumer Events	
☒	Umbra
☒	World Spirit Federation Canadian Faceoff
☒	Islamic Prayer
Other Events	
☒	Air Miles
☒	Toronto Police Assn. Party
☒	CFA Exams
☒	TD Kids Holiday Party
☒	Canadian Tibetan Dinner
☒	GSS Security 1 st . Aid Training
☒	Resolve
☒	Hi-Life Entertainment

The Toronto Ski Snowboard and Travel Show took place once again at the Automotive Building and experienced increased attendance, as did the Bicycle Show. Due to construction of the new stadium, Event and Facility staff worked with PCL to ensure the entrance to QE Exhibit Hall was kept clear for the Psychic Show and Multi Mega Sale. Additional signage to guide patrons was put in place. Whiskey Live was a new event held in Heritage Court. The client was pleased and hopes to return in 2007. Show Management for the Ontario College Fair did a very good job in staggering the arrival of busses for this very well attended event. Security for this event is of prime importance due to the number of students attending. Several safety precautions were taken prior to the Islamic Eid-ul-Fitr Prayer. It was very well attended. The Canadian Home and Country Show made significant changes to their move in plans to accommodate Occupational Health and Safety requirements. RCM Technologies was hired to obtain permits for the show house. The Roots and Umbra warehouse sales both had much higher attendance than anticipated. The World Spirit Canadian Face-off was held for the first time in Canada for the cheerleading community. Overall, the event went quite well. The Islamic Prayers took place very smoothly without any problems. The Event Manager was able to provide several more rides for the children as the event was shifted from Hall A to Halls B and C, thus providing increased space. The patrons and client were very satisfied. Set up for all the Christmas / Holiday parties and several meetings including TABIA, Ricoh VIP Room, Lexus Sales Managers Conference, Strategy Institute Meeting and a number of City organized meetings went well.

MANAGEMENT STRUCTURE TRANSITION

Management staff proceeded in December to begin interviewing to fill positions in the new organizational structure for January 2007.

TELECOMMUNICATIONS

Telecommunications exceeded show revenue projections for 2006. As projected, internet access revenues continue to grow, while actual telephone line sales remain relatively flat. With enhanced cellular phone and broadband availability, facilities are forced to seek new and innovative solutions in order to continue exhibitor service requests. As part of an enhancement to the Direct Energy Centre, a new 45 Mega Bit internet connection was added to our inventory. This sort of service far exceeds the capabilities of the wireless cellular broadband connections and as such provides a very desirable communications link for participants in the various events. Telecom anticipates this link to increase to over 100 Mega Bit capability very soon, thus providing leading edge bandwidth at Exhibition Place.

Telecommunications has also recently been advised that they will be providing service to the new Soccer Stadium for operational and exhibitor needs. The Exhibition Place computer network is now supplying most of our internal, transient and third party staff with internet, email, data logging, access control and video surveillance capabilities via a common ubiquitous medium. With the new Stadium operational as well as a variety of new integration projects, 2007 should be exceedingly busy, profitable and interesting.

BUILDING OPERATIONS

Operations staff focused this quarter on preparing for changes due to the reorganization.

FACILITY SERVICES

All maintenance was prioritized throughout the last quarter. Only essential work was completed as we continue to monitor expenditures with a goal of achieving fiscal targets. The team is currently assisting Capital with facility improvement projects under stringent timelines. The following projects were scheduled/completed throughout the last quarter.

- Assisted with the procurement of sixty 8ft., twenty 4ft., and twenty-two round cocktail tables as part of the equipment refreshment budget.
- Continue to work with Capital and McCavour Engineering while scheduling various concrete floor repairs throughout the facility.
- Construction of storage rooms and fabrication of counters in salons 103 & 105.
- Installation of stacking plates to Hufcore wall "A/B" is completed.
- Work was completed to the three overhead horizontal life lines above the Hufcore partitions all signage, documentation and training was completed in January.
- Completed changes to the overhead restraint system used at the Automotive Building mezzanine, awaiting documentation on the new products.
- Co-coordinated installation of six new LCD monitors in Galleria and one in 2nd floor boardroom.
- Developed maintenance program for Direct Energy display at east end of Galleria utilizing cleaning, plumbing and building operators.
- Co-coordinated installation of nine new Ricoh advertising skins in the illuminated signs throughout Halls and Galleria.
- Scheduled and supervised re-waxing of Galleria terrazzo and re-sealed Heritage Court floor.
- Scheduled and supervised re-painting of the RAWF tanbark and Royal rooms.
- Co-coordinated brick repairs to the north wall in Hall "B" as per RAWF damages
- Assist Scheduled and supervised sanitizing of Hall B, Industry Building and North Extension as part of the RAWF post clean.
- Assisted with selecting and received fifteen new garbage containers for first use in One of a Kind.
- Staff continue to participate as members of waste diversion committee with a goal to ensuring all waste is diverted as per City guidelines.
- We obtained a new interior plant maintenance contractor called "Parkdale Green Thumb Enterprises". Their employees are community members who have overcome health challenges and come very highly recommended by other neighborhood businesses, who applaud their commitment to exceptional service.

SERVICE STARS

Dianne Young received e-mail on January 10th from Bogusław Byszewski of ECHO Research Institute regarding the relocation of the Antonis Myrodiadis sculptures to the east side of Direct Energy Centre; "As usual, your crew did excellent job. We are pleased that all the sculptures are now close together to make a complete chapter of its creation history. Thank you"

CENTERPLATE

RETAIL DEPARTMENT

The quarter included shows and services for events as diverse in topic as library resources, printing, sexuality, holiday gifts and agriculture. Services also seemed to show a spectrum of diversity with food offerings including chocolate fountain stations, martini bars, standard concessions as well as ala carte cafes. Foods included Asia Star Walk Away Noodle Soup and the always popular Shanghai Noodles as well as a host of other items to meet the demands of the show clientele.

At the Everything to do with Sex Show, services concentrated more on alcohol sales than food sales and coolers and beer seemed to be the favourite.

The One of a Kind Show menus included our normal concession items as well as a host of specialty items. Wines by the glass and ala carte foods at the Bistro are always popular at this show as guests take a break from their holiday shopping. The Food Court included some very popular features such as the complete salad menu from Go Gourmet as well as two of the most successful themed items from Asia Star; Walk Away Noodle Soup and Shanghai Noodles with Chicken. Additional features at the Food Court included three of the more popular Gilled Panini Sandwiches; Grilled Vegetable, Turkey Breast and Arugula and Prosciutto and Fresh Mozzarella with Basil Olive Oil.

Other retail features that made the list at stands included:

- Fresh Fruit Skewers dipped in Chocolate
- Beer Battered Fish & Chips
- Crepe Primavera with Jumbo Lump Crabmeat, Avocado, Ham, Chopped Egg and Swiss Cheese
- Grilled Portobello Mushroom and Fresh Mozzarella Cheese Sandwiches
- Grilled Eggplant and Swiss Cheese Sandwiches

CATERING DEPARTMENT

The catering department was occupied with events from the Royal Agricultural Winter Fair, One of a Kind Show and Home and Country Show as well as a host of free standing events including a New Year's Eve Bash.

Catering The Royal as their exclusive provider this year gave us the opportunity to meet many new clients. This list includes CN, Kubota Canada, Ricoh Canada and The University of Guelph. Dinners and receptions for CN, Ricoh and Kubota Canada were sure fire ways for these companies to show off their involvement in the Royal to their clients. Working with the RAWF and their sponsors, Centerplate was challenged to create an all Ontario menu for the Agricultural Food Awards Dinner. Centerplate worked with local suppliers and came up with the following menu which was received with rave reviews:

- First Course – Manitoulin Lemon Pepper Smoked Trout on Organic Greens
- Main Course – Rainy River Prime Rib Eye & Sausage of Elk
- Hazelnut Crème Brulee with Maple Sugar & Ontario Fall Berries

Planning has already started with a local Bison rancher for next year's event with a local Bison Rancher. Book your tickets now.

Centerplate continued the provision of the Décor Package in Heritage Court for the Holidays this year. The package included "event ready" lighting, sound, stage, a 20' x 20' Fountain and other accoutrements that allow the space to serve as a location for events. We were able to attract four events in Heritage Court this year and hope to build this to six in 2007.

DECEMBER FINANCIALS

The following report is based on the DRAFT financial statements. The audit is scheduled for February 5, 2007 for Direct Energy Centre statements.

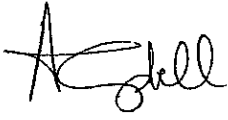
Net Operating Income (unaudited), before the prescribed disclosure requirements of the Public Sector Accounting Board, for the twelve months ending December 31, 2006 was \$1,108,339 an achievement of 124% compared to a budget of \$891,975 for a favourable variance of \$216,364. Actuarial valuation of benefits liabilities in the amount of \$20,961 is not usually budgeted for and is outside of management's control. This valuation is reported to the City on a periodic basis by Mercer Human Resource Consulting; the impact of this is reflected in the statements resulting in an adjusted positive variance of \$195,403.

- * Rental income was \$6,684,908 compared to a budget of \$6,736,167 for an unfavourable variance of (\$51,259) a 99.2% achievement. The rental budget was forecast to be achieved by year end, however a major sports events scheduled for November is now planning a move to May 2007.
- * Electrical services of \$675,034 were lower than budget by (\$40,921) due to lower demand from larger events offset by higher demand from the Boat Show.
- * Direct and indirect expenses are favourable to budget by \$171,559 as a result of savings from staff vacancy in the Finance area, savings of Sales and Marketing expenditure dollars and minimal snow cleaning which is offset by higher HVAC costs, gas and additional building operations costs. City directive was to budget 4% for gas while actual has been around 20%.
- * Food & Beverage concessions of \$1,174,047 are unfavourable to budget by (\$126,448) due to a decrease in bookings of corporate events. The shortfall has been reviewed with Centerplate. We have also reviewed with Centerplate their forecasts for 2007.
- * Telecommunications income at \$487,769 is favourable to budget by \$55,330 due to higher demand for internet services and additional recovery from Ricoh and the soccer stadium.
- * CNE recoveries at \$506,696 are lower than budget by \$16,267 due to lower utility costs.
- * Show services from third party billings were up \$804,640 with corresponding expenses of \$675,778 for a net positive of \$128,862 mainly due to corporate bookings such as the Allstream National Sales Conference and the Ameriprise National Sales Conference Event.

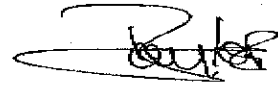
Accounts receivable for the month ending December 31, 2006 was \$2,527,853 consisting mainly of:

- * \$672,482 owed as deposits for future events, of which \$262,061 has been received as of January 12, 2007.
- * \$369,114 from Coliseum partners and sub-contractors for Arena-related project and lease costs, of which \$12,500 has been received by January 1, 2007; total periodic payments received since July 2005 is now \$683,646.
- * \$619,835 for services on completed events, of which \$312,730 is for the RAWF. The remaining balance is for recent show services provided. Amount received from other customers as of January 12, 2007 is \$25,340.
- * \$247,814 of Food & Beverage Concessions is owed by Centerplate, contractually due on the 25th of the following month.
- * \$44,456 for accounts with City Legal; amount fully provided for as a bad debt in the statements.
- * \$441,967 owed for sponsorship arrangement.

Submitted by:



Arlene Campbell
General Manager, Direct Energy Centre



Ron Taylor
Managing Director, O&Y/SMG Canada

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**APPENDIX 'A'
DIRECT ENERGY CENTRE
FINANCIAL STATEMENT HIGHLIGHTS
DECEMBER 2006 and YEAR TO DATE**

	<u>MONTH ACTUAL</u>	<u>MONTH BUDGET</u>	<u>VARIANCE</u>	<u>YTD ACTUAL</u>	<u>YTD BUDGET</u>	<u>VARIANCE</u>
Number of Events	9	2	7	104	39	65
Direct Event Income	817,262.93	588,681.00	228,581.93	7,525,238.91	7,447,635.00	77,603.91
Ancillary Income	384,793.61	300,897.00	83,896.61	2,754,331.01	2,724,619.00	29,712.01
Advertising Income	6,205.82	19,578.00	(13,372.18)	117,736.14	154,005.00	(36,268.86)
Ricoh & MLSE Recovery	(6,854.59)	8,002.00	(14,856.59)	91,148.41	96,024.00	(4,875.59)
CNE Recovery	(2,244.68)	-	(2,244.68)	506,696.32	522,963.00	(16,266.68)
Total Event Income	1,199,163.09	917,158.00	282,005.09	10,995,150.79	10,945,246.00	49,904.79
Direct Expenses	588,132.38	527,400.00	(60,732.38)	5,696,434.83	5,590,740.00	(105,694.83)
Indirect Expenses	419,158.86	408,449.00	(10,709.86)	4,541,256.72	4,818,511.00	277,254.28
Total Event Expenses	1,007,291.24	935,849.00	(71,442.24)	10,237,691.55	10,409,251.00	171,559.45
NET INCOME BEFORE RICOH	191,871.85	(18,691.00)	210,562.85	757,459.24	535,995.00	221,464.24
RICOH COLISEUM	29,239.98	29,665.00	(425.02)	350,879.76	355,980.00	(5,100.24)
NET INCOME BEFORE PSAB	221,111.83	10,974.00	210,137.83	1,108,339.00	891,975.00	216,364.00
LESS: PSAB ADJUSTMENT	20,960.34	-	(20,960.34)	20,960.34	-	(20,960.34)
NET INCOME	200,151.49	10,974.00	189,177.49	1,087,378.66	891,975.00	195,403.66

NOTE: 1 Actuals include 12% markup paid to Exhibition Place on labour and materials. At December 31, 2006 the markup paid to Exhibition Place was a total of \$ 324,369.15 (239,544.88 expensed against direct event income and the t \$ 84,824.27 in direct expense)

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**DIRECT ENERGY CENTRE
FINANCIAL STATEMENT HIGHLIGHTS
AS AT DECEMBER 2006 with COMPARISON TO DECEMBER 2005**

	2005	2006		2006		VARIANCE TO YTD DECEMBER 2005 ACTUAL	%
	YTD DECEMBER ACTUAL	YTD ACTUAL	YTD BUDGET	YTD BUDGET	YTD DECEMBER 2005 ACTUAL		
Number of Events	112	104	39	65	(8)	(7.1%)	
Direct Event Income	8,003,683.64	7,525,238.91	7,447,635.00	77,603.91	(478,444.73)	(6.0%)	
Ancillary Income	3,028,490.33	2,754,331.01	2,724,619.00	29,712.01	(274,159.32)	(9.1%)	
Advertising Income	144,753.33	117,736.14	154,005.00	(36,268.86)	(27,017.19)	(18.7%)	
Ricoh & MLSE Recovery	120,317.70	91,148.41	96,024	(4,875.59)	(29,169.29)	(24.2%)	
CNE Recovery	484,017.00	506,696.32	522,963.00	(16,266.68)	22,679.32	4.7%	
Total Event Income	11,781,262.00	10,995,150.79	10,945,246.00	49,904.79	(786,111.21)	(6.7%)	
Direct Expenses	5,849,790.87	5,696,434.83	5,590,740.00	(105,694.83)	153,356.04	2.6%	
Indirect Expenses	4,714,639.77	4,541,256.72	4,818,511.00	277,254.28	173,383.05	3.7%	
Total Event Expenses	10,564,430.64	10,237,691.55	10,409,251.00	171,559.45	326,739.09	3.1%	
NET INCOME BEFORE RICOH	1,216,831.36	757,459.24	535,995.00	221,464.24	(459,372.12)	(37.8%)	
Ricoh Coliseum	294,677.11	350,879.76	355,980.00	(5,100.24)	56,202.65	19.1%	
NET INCOME BEFORE PSAB	1,511,508.47	1,108,339.00	891,975.00	216,364.00	(403,169.47)	(26.7%)	
LESS: PSAB ADJUSTMENT	91,878.73	20,960.34	-	(20,960.34)	70,918.39	77.2%	
NET INCOME	1,419,629.74	1,087,378.66	891,975.00	195,403.66	(332,251.08)	(23.4%)	

Note: 1 Actuals include 12% markup paid to Exhibition Place on labour and materials. At December 31, 2006 the markup paid to Exhibition Place was a total of \$ 324,369.15 (\$ 239,544.88 expensed against direct event income and the balance of \$ 84,824.27 in direct expense)

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**DIRECT ENERGY CENTRE
EVENT STATISTICS**

FOR THE MONTH OF DECEMBER 2006

	MONTH	YTD	PRIOR YEAR
	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>ACTUAL</u>
Attendance [Note:1]	257,080	1,456,600	1,628,807

<u>EVENT</u>	ACTUAL # OF PERFORMANCES				(IN THOUSANDS)		REFRESHMENT
	2006	2005	2004	2004	NET EVENT INCOME [Note: 3]		PER CAP'S
					ACTUAL	BUDGET	ACTUAL [Note: 2]
Consumers Show	45	52	49	6,145	6,248	2.61	
Trade Show	21	24	15	1,390	2,131	4.67	
Concert	0	0	3	-	-		
Photo/Film Shoot	3	6	7	17	-	30.47	
Meeting/Corporate	35	30	25	772	-	22.25	
	<u>104</u>	<u>112</u>	<u>99</u>	<u>8,324</u>	<u>8,379</u>		

Note: 1 Attendance estimates provided by Show Management.

Note: 2 Refreshment per cap's based on information reported by Centerplate

Note: 3 Net event income includes rent and services, ancillary income includes catering and electrical commissions.

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DIRECT ENERGY CENTRE
BALANCE SHEET
AS AT DECEMBER 31, 2006

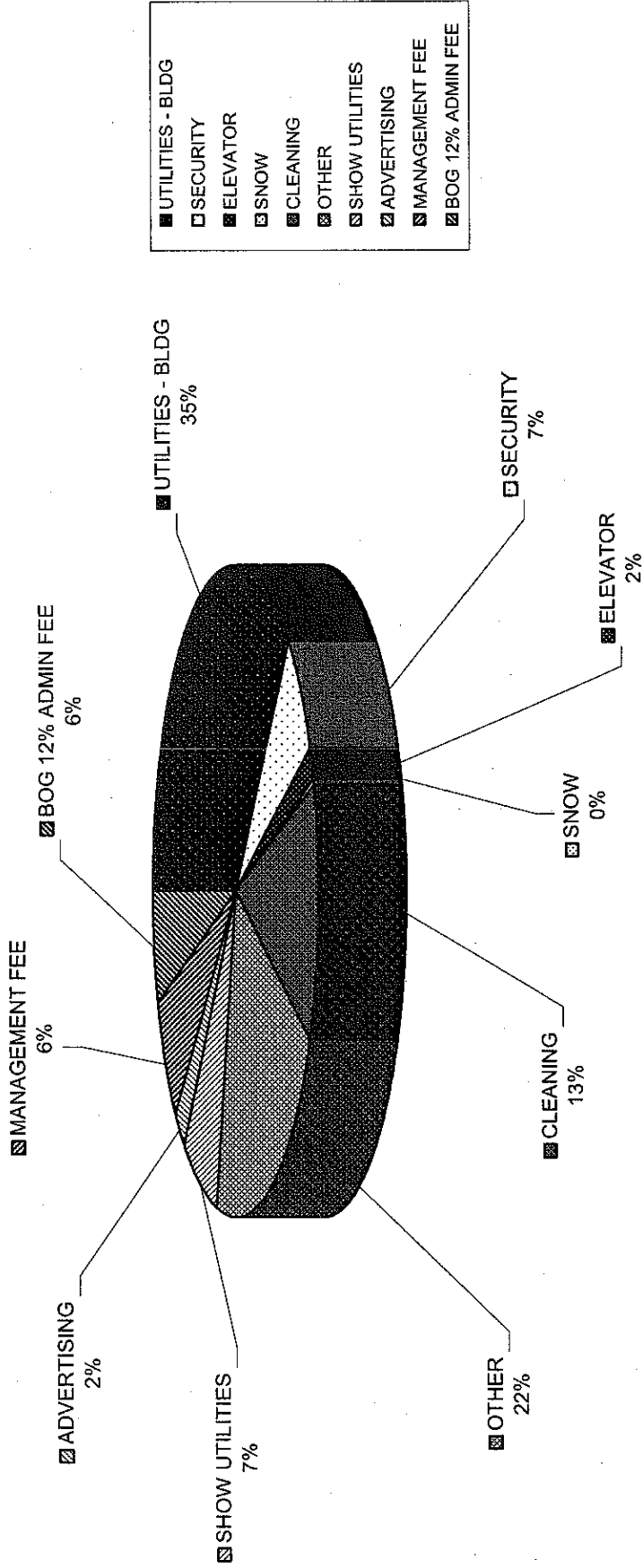
	2006	2005
ASSETS		
CURRENT ASSETS		
CASH	699,484.28	219,087.04
ADVANCE TO EX PLACE	420,000.00	620,000.00
TERM INVESTMENTS	5,450,000.00	4,450,000.00
AMERICAN EXPRESS	3,773.16	10,078.42
TRADE ACCOUNTS RECEIVABLE		
ALLOWANCE FOR DOUBTFUL ACCOUNTS	2,527,852.83	
NET ACCOUNTS RECEIVABLE	<u>(71,276.72)</u>	
RECEIVABLE FROM EX PLACE		
OTHER RECEIVABLE	119,178.21	86,196.39
PREPAID EXPENSES	40,921.47	129,852.19
TOTAL CURRENT ASSETS	<u>9,189,933.23</u>	<u>7,933,599.14</u>
FIXED ASSETS		
EQUIPMENT - NET	16,309.72	17,413.93
TOTAL ASSETS	<u><u>9,206,242.95</u></u>	<u><u>7,951,013.07</u></u>
LIABILITIES & EQUITY		
CURRENT LIABILITIES		
ACCOUNTS PAYABLES & ACCRUED LIABILITIES	3,455,333.61	
PROVINCIAL & FEDERAL SALES TAX PAYABLE	117,018.59	
RESERVE - ENVIRONMENTAL/GREENING INITIATIVE	334,343.29	
RESERVE - ENERGY/LIGHTING INITIATIVES	89,277.00	
DEFERRED REVENUE	4,449,240.92	6,785,323.17
EQUITY		
NET INCOME (LOSS) CURRENT		1,305,559.18
PRIOR YEAR PSAB ADJUSTMENT		(167,422.07)
PRIOR YEAR SURPLUS - 2005		
NET INCOME - RICOH	1,397,437.91	
SUB-TOTAL	114,070.56	
SURPLUS DISTRIBUTION TO EXPLACE	<u>1,511,508.47</u>	
	<u>(1,511,508.47)</u>	
BALANCE	<u>9,206,242.95</u>	<u>27,552.79</u>
	<u><u>9,206,242.95</u></u>	<u><u>7,951,013.07</u></u>

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DIRECT ENERGY CENTRE
FINANCIAL STATEMENT HIGHLIGHTS
STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED DECEMBER 31, 2006

	MONTH	YTD
CASH FLOW FROM OPERATIONS		
NET INCOME (LOSS)	200,151.49	1,087,378.66
ADD: EMPLOYEE BENEFITS - VACATION/SICK	-	-
SOURCES (USES) OF CASH		
TERM INVESTMENTS	(1,200,000.00)	(1,000,000.00)
ACCOUNTS RECEIVABLE - TRADE	515,092.74	(38,191.01)
RECEIVABLE FROM EX PLACE B.O.G	-	-
ACCOUNTS RECEIVABLE - OTHER	268,849.01	(32,981.82)
PREPAID EXPENSES	5,557.20	88,930.72
DEPOSITS AND OTHER ASSETS	5,235.40	(2,668.95)
ACCOUNTS PAYABLE & ACCRUED EXPENSES	(305,788.80)	13,557.77
OTHER PAYABLES	(58,008.06)	42,510.39
RESERVE - ENERGY & ENVIRONMENTAL INITIAT	423,620.29	423,620.29
DEFERRED INCOME	(699,917.93)	1,180,201.79
ADVANCE DEPOSITS - Exhibition Place B.O.G	-	200,000.00
NET CASH FROM OPERATIONS	(845,208.66)	1,962,357.84
OTHER SOURCES (USES) OF CASH		
CAPITAL EXPENDITURES	-	86,517.77
RICOH PRIOR YEAR BALANCE TRANSFER	-	-
PRIOR YEAR SURPLUS ADJUSTMENT	-	-
DISTRIBUTION TO OWNERSHIP - Exhibition Place B.O.G.	-	(1,578,556.79)
NET CASH FROM OTHER SOURCES	-	(1,492,039.02)
NET INCREASE (DECREASE) IN CASH	(845,208.66)	470,318.82
BEGINNING CASH BALANCE	1,544,692.94	229,165.46
ENDING CASH BALANCE	699,484.28	699,484.28

**COMPONENTS OF DIRECT EXPENSE
YTD DECEMBER 31, 2006**



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**DIRECT ENERGY CENTRE
CHEQUE DISBURSEMENTS - DECEMBER 2006
GREATER THAN \$50,000**

Check No	Date	Amount	DESCRIPTION
021874	12/1/2006	1,200,000.00	CITY OF TORONTO TERM INVESTMENT
021892	12/7/2006	200,331.24	BOARD OF GOVERNORS OF EXHIBITION PLACE HYDRO CONSUMPTION - AUGUST
021954	12/7/2006	186,548.93	BOARD OF GOVERNORS OF EXHIBITION PLACE BOG SALARIES - W/E NOV.25 & DEC.9/06
021955	12/7/2006	170,384.34	BOARD OF GOVERNORS OF EXHIBITION PLACE HYDRO CONSUMPTION - SEPTMEBER
021935	12/7/2006	152,652.66	CANADA CUSTOMS AND REVENUE AGENCY GST. REMITTANCE - FOR THE MONTH OF NOVEMBER
021978	12/18/2006	108,558.54	BOARD OF GOVERNORS OF EXHIBITION PLACE WORK ORDERS - MONTH OF DECEMBER
021973	12/18/2006	99,508.73	ENBRIDGE GAS GAS CONSUMPTION - METER#10589
021969	12/14/2006	65,071.11	BOARD OF GOVERNORS OF EXHIBITION PLACE 50% SHARE OF ELECTRICAL REVENUE-PRINT WORLD
021979	12/18/2006	57,814.93	BOARD OF GOVERNORS OF EXHIBITION PLACE PRINT WORLD - TIME & MATERIAL COSTS
DISBURSEMENTS OVER \$50,000			2,240,870.48
OTHER DISBURSEMENTS LESS THAN \$50,000.			698,467.97
TOTAL DISBURSEMENT			2,939,338.45

