

From: Cherry, Brian K
Sent: 12/21/2010 3:01:14 PM
To: 'cab@cpuc.ca.gov' (cab@cpuc.ca.gov)
Cc:
Bcc:
Subject:

Carol - FYI. Tell Mike CalBio can't stand alone and win in an RFO.

Brian:

Quick answer... quite a bit out-of-the-money.

Baseline net market valuation was -\$111/MWh. Putting that into perspective, that is more than 2x the negative valuation of any deal under consideration as a bilat or under the current RFO.

gary

From: Cherry, Brian K
Sent: Tuesday, December 21, 2010 10:25 AM
To: Jeung, Gary P
Subject: FW: CalBio

Gary - how much is CalBio out of the money compared to other projects ? Can you give me a simple number to operate on ?