



ENMAX POLICY

Policy: **Disclosure and Confidentiality**

Approved: March 24, 2004

Replaces:

This policy applies to ENMAX Corporation and its direct and indirect subsidiaries.

The Executive Vice-President, Finance and Chief Financial Officer is responsible for the interpretation and updating of this policy, and shall ensure policy compliance.

PURPOSE OF THE POLICY

The purpose of this policy is to establish procedures to ensure the disclosure of information about ENMAX to the public is timely, factual and accurate and broadly disseminated in accordance with all applicable regulatory and legal requirements. It will also ensure that when information has not been publicly disclosed it remains confidential. Strict adherence to these policies will help ENMAX maintain credibility in the marketplace by ensuring that all investors in securities of ENMAX have equal access to information that may affect their investment decisions.

DEFINITIONS USED IN THIS POLICY

"Applicable Securities Laws" means the Securities Acts and the rules, instruments and regulations made thereunder of each of the provinces of Canada to which ENMAX is subject, together with published policy statements, orders, instruments and rulings of the securities commissions of each of such provinces or the Canadian Securities Administrators as applicable to such provinces;

"Board of Directors" means the board of directors of ENMAX from time to time;

"Corporation" means ENMAX Corporation and all its subsidiaries";

"Disclosure Officer" means the individual who is responsible for communicating with analysts, the news media and investors and ensuring that other Employees do not communicate confidential information about ENMAX;

"Employees" means all individuals currently employed by ENMAX, including directors and officers, who may become aware of Undisclosed Material Information;

"ENMAX" means ENMAX Corporation and all its subsidiaries;

"Exchanges" means any stock exchange on which the securities of ENMAX are listed from time to time;

"Material Change" means a change in the business, operations or capital of ENMAX that would reasonably be expected to have a significant effect on the market price or value of any of the securities of ENMAX and includes a decision to implement the change by the board of directors of ENMAX or by senior management of ENMAX who believe that confirmation of the decision by the board is probable;

"Material Fact" means a fact that significantly affects or would reasonably be expected to have a significant affect on the market price or value of ENMAX's securities;

"Material Information" means any information (whether a Material Fact or a Material Change) relating to the business and affairs of ENMAX that results in or would reasonably be expected to result in a significant change in the market price or value of any of ENMAX's securities; and

"Undisclosed Material Information" means Material Information pertaining to ENMAX that has not been publicly disclosed or information that has been publicly disclosed, but a reasonable period of time for its dissemination has not passed.

TERMS OF THIS POLICY

This disclosure policy confirms in writing our existing disclosure policy to be followed by all Employees.

If there is any question or concern with respect to the application of this policy to any employee of ENMAX or to any particular circumstance, the Disclosure Officer should be contacted for guidance.

PART I DISCLOSURE

1. Audit and Finance Committee

The Board of Directors has established that the Audit and Finance Committee is responsible for all regulatory disclosure requirements and for overseeing ENMAX's disclosure practices, as well as ensuring that there is adequate disclosure compliance training within ENMAX.

2. Timely Disclosure

In compliance with the requirements to immediately disclose all Material Information in accordance with Applicable Securities Laws and Exchange rules and except as provided for by this Policy, ENMAX will adhere to the general principle to publicly disclose Material Information concerning its business and affairs immediately upon it becoming apparent that the information is material.

3. Disclosure Officer

For purposes of this Policy, the Chief Financial Officer has been designated as the Disclosure Officer. The Disclosure Officer may delegate his responsibilities under this Policy from time to time.

With the exception of the President and Chief Executive Officer, the Disclosure Officer is the **only** individual authorized to communicate with analysts, the news media and investors about information concerning our Corporation. Employees who are not authorized spokespersons must not respond under any circumstances to inquiries from the investment community, the media or others, unless specifically asked to do so by an authorized spokesperson. All such inquiries shall be referred to the Disclosure Officer. If it is appropriate for an Employee to discuss any information about ENMAX, the Employee shall first advise the Disclosure Officer of the nature of the information to be discussed and, afterwards, advise the Disclosure Officer of what actually was discussed. Employees are prohibited from communicating Undisclosed Material Information about ENMAX unless they have prior permission from the Disclosure Officer, which permission shall not be given unless:

- (a) the Disclosure Officer has determined, based on legal advice, that the information may be disclosed under appropriate circumstances; or
- (b) it has been determined that the information is to be kept confidential pursuant to Part II of this Policy and all rules and procedures under Part II hereof to maintain confidentiality have been complied with.

Any Employee who becomes aware of any information which may constitute Material Information with respect to ENMAX must advise the Disclosure Officer as soon as possible.

4. What Constitutes Material Information?

Information is material if it would reasonably be expected to result in a significant change in the market price or value of any of ENMAX's securities. If an Employee is unsure whether or not information is material, they should immediately contact the Disclosure Officer before disclosing it to anyone. Employees should err on the side of caution in such matters.

5. Basic Disclosure Rules

Subject to prior approval by the Audit and Finance Committee of earnings news releases, public disclosure of Material Information pursuant to this policy must be made by way of news release approved by the President and Chief Executive Officer and Chief Financial Officer of ENMAX Corporation in accordance with ENMAX's Media Relations Policy.

News releases will be disseminated through an approved news wire service that provides simultaneous national and/or international distribution. News releases will be transmitted to all relevant regulatory bodies, major business wires, national financial media and the local media in areas where ENMAX has a substantial business presence.

All news releases will be filed on SEDAR and will be posted on the ENMAX website immediately after their release.

In order to maintain consistent and accurate disclosure about ENMAX, the following rules must be followed:

- (a) Half truths are misleading; disclosure must include any information without which the rest of the disclosure would be misleading;
- (b) Unfavourable information must be disclosed as promptly and completely as favourable information;
- (c) No selective disclosure: Previously undisclosed information should not just be disclosed to selected individuals; if there is disclosure it must be done widely;
- (d) Disclosure must be updated if earlier disclosure has become misleading as a result of intervening events;
- (e) The Corporation will not comment, affirmatively or negatively, on rumours; and
- (f) If Material Information is to be announced at an analyst or shareholder meeting or a press conference, conference call or webcast, its announcement must be coordinated with a general public announcement by a news release.

6. Correction of Selective Disclosure

If previously Undisclosed Material Information has been inadvertently disclosed to any person, the information must be publicly disclosed immediately in accordance with this Policy.

7. Contact with Analysts and Investors

Unless otherwise permitted under Applicable Securities Laws, ENMAX will not disclose any Undisclosed Material Information in its meetings with analysts and investors.

The Disclosure Officer should avoid involvement with the content of an analyst's report, except to correct factual errors. Confirmation or denial of, or attempting to influence, an analyst's opinions or conclusions may be considered to be disclosure by ENMAX. "No comment" is an acceptable answer to questions that cannot be answered without violating the rule against selective disclosure.

After an interview, press conference, discussion with an analyst or visit to ENMAX's office by an analyst, a debriefing should be conducted to review what was actually said and a record of what was said should be filed in the disclosure records.

8. Notification of Market Surveillance

In the event ENMAX's securities become listed for trading on an Exchange, when the Exchange is open for trading, advance notice of a news release announcing Material Information must be provided to the Market Surveillance Branch (or similar departments) of the Exchange to determine if a halt in trading is necessary to provide time for the market to digest the news. When a news release announcing Material Information is issued outside of trading hours, the Market Surveillance Branch of the Exchange should be notified before the market opens. Copies of all news releases should be supplied to the Market Surveillance Branch of the Exchanges and to the relevant securities regulators immediately.

9. Disclosure Records

The Disclosure Officer will maintain a file containing all public information about ENMAX. This includes news releases, brokerage research reports, reports in the news and notes from meetings with analysts or shareholders.

PART II CONFIDENTIALITY

1. When Information May Be Kept Confidential

Where the immediate disclosure of Material Information concerning the business and affairs of ENMAX would be unduly detrimental to the interests of ENMAX, its disclosure may be delayed and kept confidential temporarily. Keeping information confidential can only be justified where the potential harm to ENMAX or to investors caused by immediate disclosure may reasonably be considered to outweigh the undesirable consequences of delaying disclosure. In such circumstances, ENMAX will cause a confidential material change report to be filed with applicable regulatory authorities and review its decision to keep the information confidential in accordance with Applicable Securities Laws and Exchange rules. All decisions to keep Material Information confidential must be made by the Audit and Finance Committee.

2. Access to Confidential Information

Employees shall be given access to confidential information on an "as needed" basis only and must not disclose that information to anyone except with the consent of, and in accordance with the procedures prescribed by, the Disclosure Officer. Employees must not discuss confidential information in situations where they may be overheard or participate in discussions regarding decisions by others about investments in ENMAX.

In certain circumstances the Disclosure Officer may assign a "code name" to confidential information. Employees should utilize the "code name" at all times when discussing the confidential information. Printed documents containing confidential information shall be stored in a secured cabinet and access to these documents on ENMAX's computer network must be restricted.

3. Maintaining Confidentiality

In the event that confidential information, or rumours respecting the same, is divulged in any manner, ENMAX is required to make an immediate announcement on the matter in accordance with Applicable Securities Laws.

4. Disclosure of Information to Outsiders

Before a meeting with other parties at which Undisclosed Material Information of ENMAX may be discussed, the other parties must agree that they must not divulge that information to anyone else and appropriate documentation reflecting that agreement must be entered into.

PART III GENERAL

1. Penalties

Where ENMAX determines that this Policy has been violated and it is able to identify the individual Employee or Employees that breached this Policy, ENMAX will take its own disciplinary actions, which could result in termination of employment or implementation of a probationary period. ENMAX is also entitled to pursue its legal remedies through the courts. If appropriate, ENMAX will report the matter to the regulatory authorities.

2. Policy Review

The Audit and Finance Committee will review this Policy periodically to ensure that it is achieving its purpose. Based on the results of the review, the Policy may be revised accordingly.