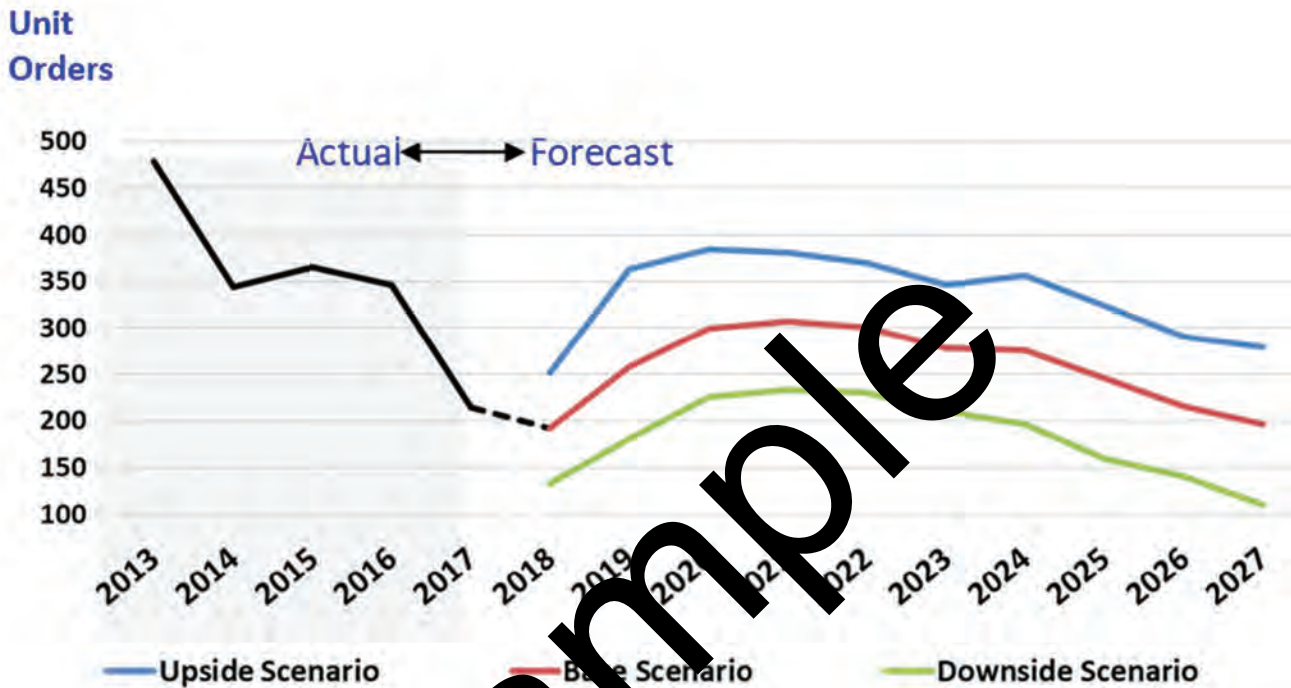


3.5 Market Segment Scenario (10 Year Forecast – EPU/PG Sector)

Our forecast is a “bottom-up” process where we evaluate more than 90 gas turbine models, resulting in a unit count estimate for orders.



EPU variance in the Upside vs. Downside Scenarios is driven by the following factors:

- 1) Expansion of Renewables, will it be slower or faster?
- 2) Global Economy, is it on a bubble or is there a recession around the corner?
- 3) N.A. gas pricing remains relatively low, Coal Plant Retirement Rate likely to continue, but may be slowed.
- 4) Upside assumes China growth is stable/slightly improving Downside assumes large increase in natural gas prices