

\$1,450,000,000



Has sold
PPA Entitlements
To

Five Contract Counterparties

The undersigned acted as exclusive
financial advisor to the Sellers in this
transaction



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**Power Purchase Agreements Provide Immediate Access to Attractive
Resources Located in New England**
Concentric Energy Advisors, Inc. is Advisor for the Sale

NSTAR (NYSE:NST) Has announced its plans to sell or otherwise transfer certain of its Power Purchase Agreements ("PPAs") through a competitive bidding process. NSTAR's Electric distribution company subsidiaries, Boston Edison, Cambridge Electric and Commonwealth Electric, hold the entitlements in the PPAs being offered for sale. NSTAR Has retained Concentric Energy Advisors, Inc. as advisor for the transaction.

The approximately 1,100 MW of PPA entitlements offered through the auction process provide a diverse portfolio of entitlements in generation facilities with a broad range of fuel types, operational characteristics and contract terms. All are located within the New England Power Pool. This transaction is part of a continuing effort to mitigate stranded costs. The PPAs are currently used to supply Standard Offer Service.

NSTAR Is in the process of sending early interest letters describing its PPA offering and soliciting formal expressions of interest from potential bidders. Confidentiality agreements will be executed with qualified bidders invited to participate in the process. NSTAR Anticipates the issuance of formal Offering Memoranda to qualified bidders in early October.

Questions about the PPAs or the auction process should be directed to NSTAR's advisors at Concentric Energy Advisors, Inc., 313 Boston Post Road West, Marlborough, MA 01752.

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NSTAR Was formed in August 1999 through a merger of BEC Energy and Commonwealth Energy System. The company, headquartered in Boston, MA, provides regulated electric and gas utility services and is also engaged in telecommunications and other non-regulated activities. NSTAR, through its subsidiaries, Boston Edison Company, Cambridge Electric Light Company, Commonwealth Electric Company and Commonwealth Gas Company, serves approximately 1.4 million customers throughout Massachusetts, including approximately 1.1 million electric customers in 81 communities and 300,000 gas customers in 51 communities.

Concentric Energy Advisors, Inc. (“CEA”), formerly Commonwealth Energy Advisors, is a management consulting and economic advisory firm focused on the North American energy industry. Based in Marlborough, Massachusetts, CEA specializes in transaction-related financial advisory services, strategic market assessments, litigation and regulatory support, and ratemaking services.

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