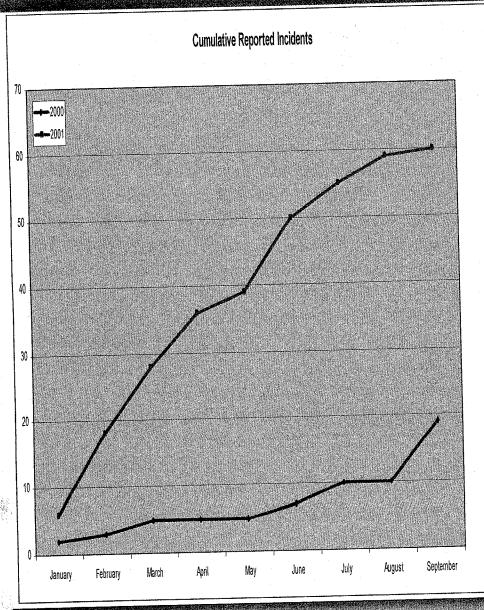
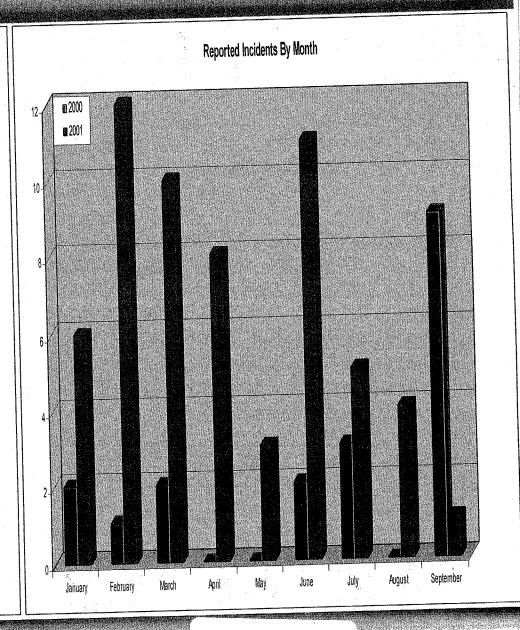


Yearly Comparison



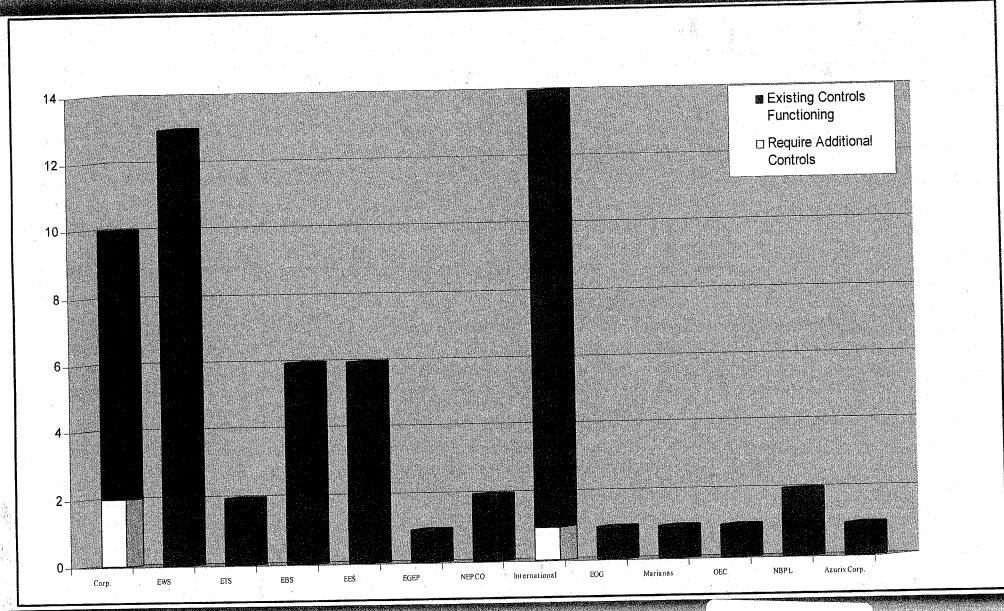


Enron Legal

Privileged and Confidential



Reported Incidents By Business Unit

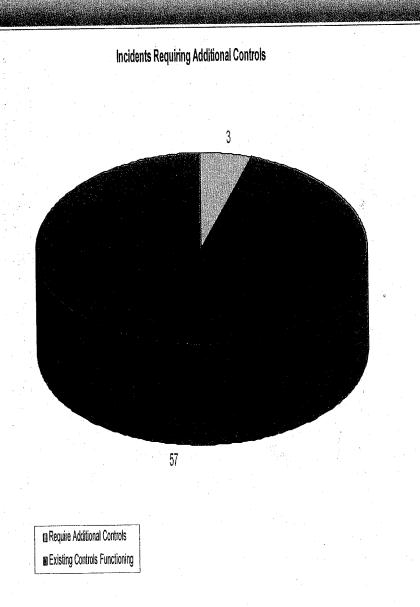


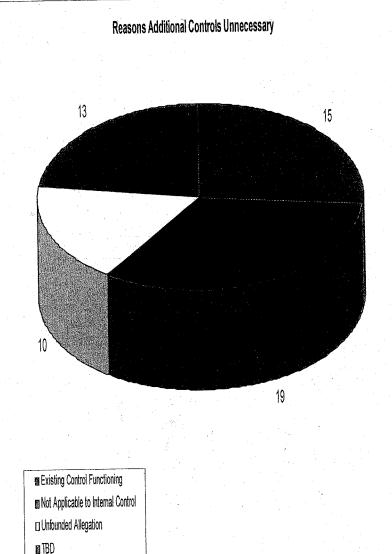
Enron Legal

Privileged and Confidential



Adequacy of Existing Controls



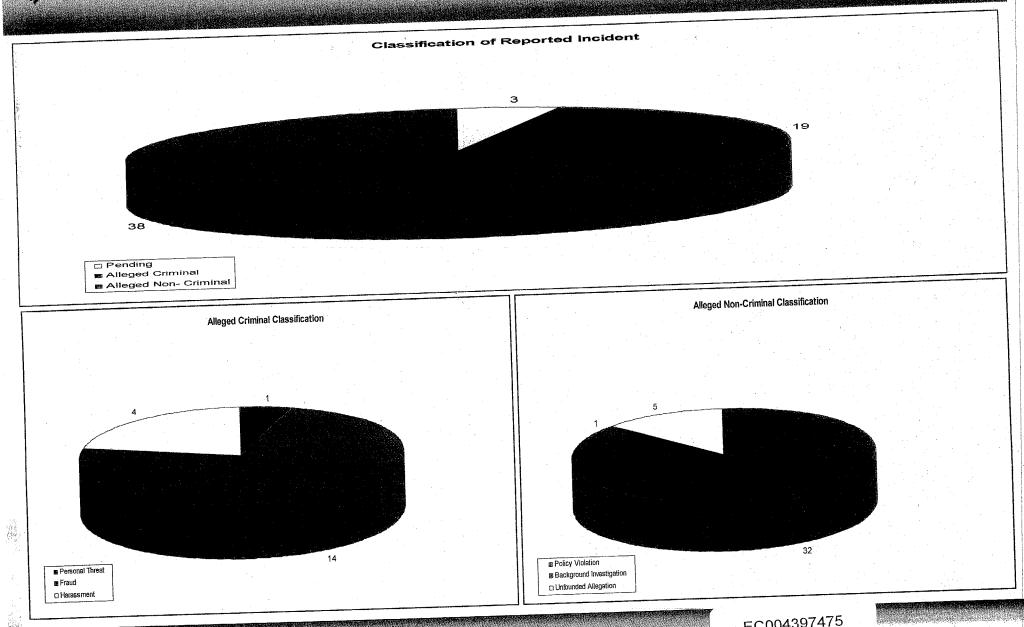


Enron Legal

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Classification of Reported Incident

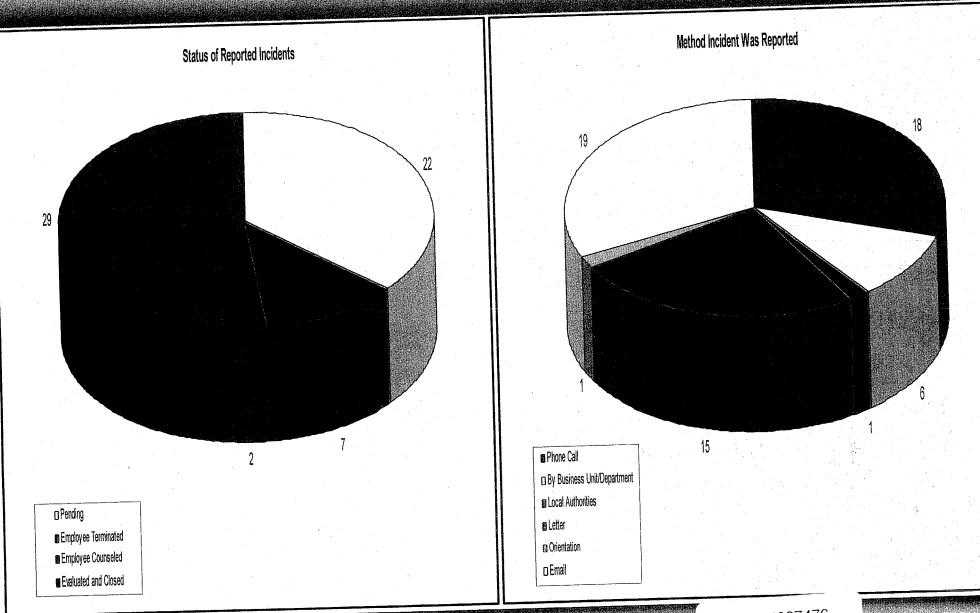


Enron Legal

Privileged and Confidential



Incident Status and Method Reported



Enron Legal

Privileged and Confidential

PRIVILEGED & CONFIDENTIAL INFORMATION

LOG OF INCIDENTS

(September 28, 2001)

DATE REPORTED	HOW REPORTED	Business Unit	INITIAL CONTACT	SUMMARY	ALLEGA CRIMINAL	NON- CRIMINAL	HANDLED BY	DATE ASSIGNED	DATE CLOSED	RESOLUTION	MGMT. Briefed	ADDITIONAL CONTROLS NECESSARY
Feb 23, 2001	Letter to Jeff Skilling Enron	Corp.	Jim Derrick Enron	Allegations of age discrimination during interview process.	Fraud	Policy Violation and ADEA	Corp. Legal and Vinson & Elkins Risk Assurance	Feb 28, 2001 March 1, 2001		Pending Pending	Yes	No ¹ Yes - AP Vendor Set-
2001	Treasury		Treasury	payable to Bank of America/Aimco Engineering and Consultant (\$85,000.00).			& Corp. Security			Pending	Yes	up Procedures Improved. Yes – iPayIt
March 7, 2001	Enron Treasury	Corp.	Enron Treasury	Fraudulent check to Fidelity Data Systems Forgery (\$33,977.00).	Fraud		Risk Assurance & Corp. Security	March 1, 2001 March 9,	March	Information	Yes	Electronic Approval Required.
March 9, 2001	Telephone call	Corp.	Steve Kean	FBI investigating background of former Associate/Analyst for position with Bush Administration.	\$	Other	Steve Kean & Corp. Legal	2001	9, 2001	provided to FBI.		
March 14, 2001	Anony- mous call to Office of - Chairman	Corp.	Corp. Legal	Environmental Inquiry	Not ENE	Not ENE	Corp. Legal	March 14, 2001	March 31,2001	Matter evaluated. No response from person making call.	Yes	No ³

Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

- Existing Control(s) functioning
 Not Applicable to an Internal Control
 Unfounded Allegation

Log of Incidents September 28, 2001

Privileged & Confidential Information

(Cont'd)				G Ir I	Fraud		Corp.	April 26,		Pending	Yes	No ¹
April 26,	Treasury	Corp.	Corp.	Check Fraud	riauu		Security	2001				
2001		Treasury	Security							3.6.1	Yes	No ³
June 1,	Phone call	Corp.	Corp. Legal	Allegations that		Policy	Corp.	June 8,	August	Matter	res	INO
2001	and letter	Corp	1 0	Enron Supervisor		Violation	Legal	2001	15, 2001	investigated.		
2001	to Office			accepted gifts in		4.7		Note:		Allegations unsubstantiated.		
	of			exchange for		F				unsubstantiated.		
	Chairman			awarding contracts to								
		,		Third Party Vendor.			Com	July 30,	August	Message sent to	Yes	No ¹
July 30,	Email	Corp.	Corp. Legal	Letter requesting use	Fraud		Corp. Security	2001	1, 2001	all employees		
2001				of private bank			Security	2.001	1,2002	regarding		
				account to help transfer \$20 million						scheme		
				out of South Africa.								
1							Corp.	August		Pending	Yes	To be
August	Memo to	Corp.	Corp. Legal	Employee expressed			Legal &	15, 2001				determined.
15, 2001	Office of			concerns regarding			Outside					
	Chairman			accounting practices of Raptor & Condor			Counsel					
1				transactions.								
			ļ			 	Corp.	Sept. 3,		Pending	Yes	To be
August	Letter to	Corp.	Corp. Legal	benefits provided to			Legal and	2001				determined.
30, 2001	Jeff			Employee by Cigna			Benefits					
	Skilling		1	have been disallowed								
				in violation of Enron			1.3					
	1	1		Corp. Medical Plan	0							

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Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

Existing Control(s) functioning

Not Applicable to an Internal Control

Unfounded Allegation

(Cont'd)

ALLEGATIONS ADDITIONAL RESOLUTION MGMT. DATE DATE HANDLED Non-CRIMINAL CONTROLS SUMMARY BRIEFED INITIAL BUSINESS CLOSED ASSIGNED How DATE BY CRIMINAL NECESSARY CONTACT UNIT REPORTED REPORTED No1 Yes Matter August March Azurix Policy Azurix Legal | Allegations of Azurix 31, 2001 evaluated by Letter to 30, 2001 March Chief Violation impropriety in the John Corp. outside 30, 2001 Financial Ontario sludge auditors. It Garrison Officer business. was determined that while there were some small entertainment expenses which exceeded policy, no fraud involved.

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- 1. Existing Control(s) functioning
- 2. Not Applicable to an Internal Control
- 3. Unfounded Allegation

3

					ALLEG	ATIONS					More	ADDITIONAL
DATE REPORTED	HOW REPORTED	Business Unit	INITIAL	SUMMARY	CRIMINAL	Non- Criminal	Handled By	DATE Assigned	DATE CLOSED	RESOLUTION	MGMT. BRIEFED	CONTROLS NECESSARY
									D 01	Tleves	Yes	No ²
Dec 31,	EBS HR	EBS	Enron	Employee stored guns		Policy	Enron	Dec 1, 2000	Dec 31, 2000	Employee terminated.	165	NO
2000			Corp.	on EBS premises in		Violation	Corp. Legal &	2000	2000	terminatea.		
			Legal	Colorado.			EBS HR					
1-0	Corn	EBS	Corp.	EBS VP threatened by	Personal		Corp	Jan 9,	Jan 15,		No	No ²
Jan 9, 2001	Corp. Security	LDO	Security	voicemail.	Threats		Security	2001	2001			
Feb 1,	EBS &	EBS	EBS Legal	Two former EBS	Fraud	Policy	EBS	Feb 1,	Feb 6,	Matter	Yes	No ²
2001	Enron	LDS	LIBO LICGUI	Employees allegedly		Violation	Legal	2001	2001	investigated.		
2001	Corp.			tried to hire several						Warnings given to current		
	Legal			other EBS Employees						employees.		
1				and take EBS trade						CM.Pic y dob.		
		====	777	secrets to a competitor.		Policy	EBS	Feb 5,		Pending	Yes	No ²
Feb 5,	New Hire	EBS	Enron	A new employee owns 52% interest in Int'l		Violation	Legal	2001				
2001	Orienta-		Corp. Legal	Telecom Co. This								
	tion		Legar	ownership may be								
		.		conflict with EBS				2.454				
			*	policy.				71.	T 1 10	Matter	Yes	No ²
Feb 6,	Anony-	EBS	Jim	Written complaint		Policy	EBS	Feb 6, 2001	Feb 10, 2001	investigated.	ies	110-
2001	mous		Derrick	regarding EBS		Violation	Legal & Enron	2001	2001	Determination		
	Letter to			investigator's behavior			Corp.			made that		
	Jim			during interviews of EBS employees.			Legal			employee acted		
	Derrick			Ebo employees.						appropriately.	<u></u>	

Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

- Existing Control(s) functioning
 Not Applicable to an Internal Control
- Unfounded Allegation

Privileged & Confidential Information

	(Cont'd)				1 1		Policy	EBS	February	March	Matter	Yes	No ¹	1
Γ	February	Letter to	EBS	Corp. Legal	Employee raised		Violation		15, 2001	5, 2001	evaluated.			
-	11, 2001	Office of		-	concerns about PRC;		VIOLECTOIT				Management			
-	1	Chairman	. [wanted his PRC rating						and HR			
-			. 1		changed.						determined			
				·							that the PRC			١.,
-		. }					The second of				rating was			
											correct.			4
L				G T 1	Employee complained	Harass-		EBS	June 4,	June 30,	Employee	Yes	No ²	
- 1	June 4,	Email to	EBS	Corp. Legal	about ethnicity	ment			2001	2001	advised that			
١	2001	Office of			question on HR						question was			
١		Chairman			Ouestionnaire						required by			
- 1	•				Question						EEOC.	<u> </u>]
- 1														

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Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

- Existing Control(s) functioning
 Not Applicable to an Internal Control
 Unfounded Allegation

5

DATE REPORTED	HOW REPORTED	Business Unit	INITIAL CONTACT	SUMMARY	Allega Criminal	TIONS NON- CRIMINAL	HANDLED By	DATE Assigned	DATE CLOSED	RESOLUTION	MGMT. Briefed	ADDITIONAL CONTROLS NECESSARY
March 8, 2001	Harris County Constable	EES	Corp. Legal & Corp. IT	Harris County Constable investigating email sent from Enron to Galena Park High School Teacher in possible violation of Texas Hate Crime Statute.	Harass- ment		EESIT	March 8, 2001	March 31, 2001	Matter investigated. Email traced to employee of contractor and his use of Enron's systems. Information reported to contractor and Harris County Authorities.	Yes	No ²
March 10, 2001 April 3, 2001	Phone call to Corp. Security Anony- mous email to Office of Chairman	EES	Corp. Security Corp. and EES Legal and EES Office of the Chairman	Someone at EES poured Mercury on a supervisor's desk. Allegation of insider trading by EES employees in violation of Enron Policy.	Harass- ment	Policy Violation	Corp. Security EES Legal EES IT	March 10, 2001 April 3, 2001 April 4,	April 4, 2001 April 30,	investigated. Matter investigated. Allegation unsubstantiated. Appropriate warnings given to employees. Unfounded	Yes	No³ No³
April 4, 2001	Phone call by Employee		Pete van de Gohm	Employee was solicited by a Broker who alleged Enron sold him Employee data.		Violation	I I I I I I I I I I I I I I I I I I I	2001	2001	allegation.		

Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

Existing Control(s) functioning

Not Applicable to an Internal Control

- Unfounded Allegation

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Log of Incidents

Privileged & Confidential Information

September 28, 2001

Septemb	er 28, 2001						200					XT.2
(Cont'd)				CIU & Dand	N/A	N/A	Corp.	April 24,	May 11,	Customer	Yes	No ³
April 19,	Office of	EES	Corp. Legal	Customer of HL&P and	11/21	11/	Legal	2001	2001	advised to		
2001	Chairman			Reliant Energy requesting			Бевиг			contact		
2001	Chamman			relief relating to his electricity					Taring the	Customer		
				bill.						Service of HL&P		
								. X. C.		and Reliant. No		
		**								connection to	1 - 14.4	
										Mr. Lay.		
				1: 6-:-		Policy	Corp.	June 1,		Pending	Yes	No ²
June 1,	Anony-	EES	Corp.	Letter regarding unfair		Violation	Legal	2001				
2001	mous			treatment of an Enron		Violation	Degui					
2001	letter to			Employee.								
	Office of										<u> </u>	
	Chairman				1	<u> </u>		1			and the section	

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Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

- Existing Control(s) functioning
 Not Applicable to an Internal Control
- 3. Unfounded Allegation

Log of Incidents

Privileged & Confidential Information

September 28, 2001 (Cont'd)

DATE REPORTED	How Reported	Business Unit	Initial Contact	SUMMARY	ALLEG CRIMINAL	ATIONS NON- CRIMINAL	HANDLED BY	DATE ASSIGNED	DATE CLOSED	RESOLUTION	MGMT. BRIEFED	ADDITIONAL CONTROLS NECESSARY	
	Telephone call	EGEP	Logal	EGEP Employee working with Consultant in violation of Conflict of Interest Policy to sell EGEP assets.		Policy Violation	EGEP Legal & HR	Feb 7, 2001	Feb 15, 2001	Employee terminated.	Yes	No ²	

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Existing Control(s) functioning

Not Applicable to an Internal Control

1. Existing Control (s) functioning

- Unfounded Allegation

(Cont a)					ALLEG	ATIONS					Мсмт.	ADDITIONAL
DATE REPORTED	HOW REPORTED	BUSINESS UNIT	INITIAL CONTACT	SUMMARY	CRIMINAL	NON- CRIMINAL	HANDLED BY	DATE ASSIGNED	DATE CLOSED	RESOLUTION	BRIEFED	CONTROLS NECESSARY
KELOKILD		<u> </u>						2.76				
					Fraud		Corp	Feb 1,	Feb 28,	Matter	Yes	No1 & 2
Feb 1,	Phone call	ETS	Accounts	Allegations of expense	Flaud		Legal	2001	2001	investigated.		
2001	to		Payable	account fraud by						Supervisor and		
2002	Accounts			Supervisor and						employee		
	Payable			possibly one of her						terminated.		77-3
				employees.	Not ENE	Not ENE	Corp.	Feb 7,	Feb 13,	Matter	Yes	No ³
Feb 7,	Anony-	ETS	Corp.	Anonymous phone call	1100		Legal	2001	2001	investigated.		
2001	mous call		Legal	regarding environmental				1137		Enron's		
	to Office			concerns in Louisiana.						Environmental		
	of			Concerno de Local						Department determined that		
	Chairman											
1									1 / 4	the pipeline involved was		
										not an ETS		
							1.5%					
						1.00				pipeline.		
1												

Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

- Existing Control(s) functioning
 Not Applicable to an Internal Control
- 3. Unfounded Allegation

Privileged & Confidential Information

					ALLEGA	TIONS		~	DATE	RESOLUTION	MGMT.	ADDITIONAL
DATE	HOW REPORTED	BUSINESS UNIT	INITIAL CONTACT	SUMMARY	CRIMINAL	Non- Criminal	HANDLED By	DATE ASSIGNED	CLOSED	RESOLUTION	BRIEFED	CONTROLS NECESSARY
REPORTED	KEFOKIED	O.C.I										
		100 miles		ALLENA VP		Policy	ENA	4 th Qtr.	4th Qtr.	Management	Yes	No ¹
4th Qtr.	Telephone	ENA		Allegations that ENA VP		Violation	Legal	2000	2000	determined the		
2000	call from BP		Security	fraudulently used Amex		Violetable	0		and the second	allegations arise	1	
	Amoco to		*	card and expense account.		1,000				as result of		
	Corp.								1 2 m 1 m	issues between		
	Security	İ								ENA employee		
										and employee's		
										ex-spouse.		-
1 .				C Consolida		Policy	ENA	Dec, 2000	Jan 2,	Employee	Yes	No ²
Jan 1,	Telephone	ENA	ENA Legal	Allegations of favorable		Violation	Legal		2001	terminated.		
2001	call	1		treatment of employee by		Violation	8					
				supervisor due to an								
1				affair between supervisor								
1				and employee.		<u> </u>	<u> </u>	1				

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Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

Existing Control(s) functioning

Not Applicable to an Internal Control

Unfounded Allegation

10

DATE REPORTED	HOW REPORTED	Business Unit	INITIAL CONTACT	SUMMARY	CRIMINAL	Non- Criminal	HANDLED By	DATE ASSIGNED	DATE CLOSED	RESOLUTION	BRIEFED	CONTROLS NECESSARY
						D-It-es	Enron	Jan 9, 2001	Jan 31,	Individual was	Yes	No ¹
Jan 9,	Telephone	EWS	ENA Legal	Allegation of interference		Policy Violation	Europe	Jan 2, 2001	2001	not hired.		
2001	call			with Confidentiality		Violation	Legal		T 11			
	·			Agreement of potential			Degar					
				new hire by two Enron								
				Metals employees.		Policy	ENA	Feb 1,	Feb 1,	Matter	Yes	No ²
Feb 1,	Telephone	EWS	ENA Legal	Anonymous report from		Violation	Legal	2001	2001	investigated.		
2001	call			ENA Sr. Management		Violation	Legai			Findings		
·				alleging contractor using						unsubstantiated.		
				Enron's communication							1 th 1	
				systems in violation of Enron Policy.	S							
			TOTA T	Allegations of violation of		Policy	ENA	Feb 2,	Feb 15,	Employees	Yes	No ²
Feb 2,	ENA Legal	EWS	ENA Legal	Enron insider trading		Violation	legal	2001	2001	terminated.		
2001				policy by two ENA								
1				employees.						7. 1.	Ves	No ²
	T 1 1	EWS	ENA Legal	FBI arrested ENA	Fraud		ENA	Feb 5,	Feb 2001	Pending	Yes	110-
Feb 5,	Telephone	EVVO	&	Employee for his		A 100	Legal &	2001				
2001	call		Corporate	participation in an alleged			Enron					
l ·	-		Security	money-laundering	*		Corp.					
			Joseph	scheme. FBI also			Security					
				confiscated Enron								
			1	communications								
				equipment.		<u> </u>		1			1	

Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

- Existing Control(s) functioning
 Not Applicable to an Internal Control
- Unfounded Allegation

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Privileged & Confidential Information Log of Incidents September 28, 2001

September									T 1 10	Matter	Yes	No ³
(Cont'd)		TINTA	ENA Legal	Anonymous phone call		Policy	ENA	Feb 9,	Feb 10,	Matter	1.02	140
Feb 9,	Anonymous	ENA		alleging an ENA		Violation	Legal &	2001	2001	investigated. No		
2001	phone call		& Enron	Employee had a gun in			Corp.			weapon found.		
			Corp.	the Enron Building.	* 4		Security			je.		1
			Security		7.T / A	N/A	Corp.	March 11,	May 1,	No payments	Yes	No ²
March 11,	Email to	EWS	Corp.	Former Employee	N/A	IV/A	Legal	2001	2001	made since		
2001	Office of		Legal	requested payment under		. 1	Degui			parties never		
	Chairman			a consulting agreement					19 a 19 a	reached		for the
				which was never						agreement.		
				consummated.	T 1		EWS	April 4,	June 4,	Allegations	Yes	No1 & 3
April 4,	Memo-	EWS	EWS Legal	Allegations of	Fraud		Legal &	2001	2001	unsubstantiated.		
2001	randum			wrongdoing on the			Outside			No charges filed		
2001				Trakya Project in Turkey			Counsel			against Enron.		
				and violation of FCPA.				A .:110	April 30,	Letter sent and	Yes	No ¹
۸ 110	Email to	Corp.	EWS Legal	Salesman marketing a		Policy	EWS	April 18, 2001	2001	Email invitations		
April 18, 2001	Office of	Corp.		Financial Luncheon		Violation	Legal & IT	2001	200.	blocked.		1
2001	Chairman			Newsletter to Enron			11		140			
	Charman			Employees.						3.6.11	Yes	No ¹
		TIME	EWS Legal	Investigation of proper	Fraud		EWS	May 29,	June 10,	Matter reviewed.	165	
May 25,	Notification	EWS	EWS Legar	procedures relating to			Legal	2001	2001			
2001	from			contracts for crude oil.								
	Controller's			Continued for Caraca			N. 1					
	Office in the										12	
	Republic of											
	Ecuador				 		EWS	June 1,	June 30,	Allegations	Yes	No ¹
June 30,	Email	EWS -	EWS Legal		Fraud		Legal	2001	2001	unsubstantiated.		
2001		Cuiaba		violations.		1,000	Licgui				1	
1 2001	1	1	1		1 .	1			·			

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Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

Existing Control(s) functioning

Not Applicable to an Internal Control

Unfounded Allegation

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Privileged & Confidential Information Log of Incidents September 28, 2001

		TT1.7C T 1	Abligation "Enrop		Policy		July 30.	Pending	Matter under	Yes	To be
Email	EW5	EWS Legal	A publication Enfor					U	review		determined.
message to	100				violations		2001		1cvic		
0 .			appears to have been					**			
			written by two employees	er e			and the state of				
						1.00					
			Ethics.								
Email	EWS	FWS Legal	Allegation of violation of	Fraud		EWS	Sept 13,	Pending	Matter under	Yes	To be
Lillan	L110	Division Degati	Enron's Expense Account			Legal	2001		review.		determined.
			Requirements relating to								
			cell phone use, overtime,								
			and travel expense.						N 4 4 4		
	Email message to HR Email	message to HR	message to HR	message to HR 2001: An Inside View" appears to have been written by two employees in violation of Code of Ethics. Email EWS EWS Legal Allegation of violation of Enron's Expense Account Requirements relating to cell phone use, overtime,	message to HR 2001: An Inside View" appears to have been written by two employees in violation of Code of Ethics. Email EWS EWS Legal Allegation of violation of Enron's Expense Account Requirements relating to cell phone use, overtime,	message to HR 2001: An Inside View" appears to have been written by two employees in violation of Code of Ethics. Email EWS EWS Legal Allegation of violation of Enron's Expense Account Requirements relating to cell phone use, overtime,	message to HR 2001: An Inside View" appears to have been written by two employees in violation of Code of Ethics. Email EWS EWS Legal Allegation of violation of Enron's Expense Account Requirements relating to cell phone use, overtime,	message to HR 2001: An Inside View" appears to have been written by two employees in violation of Code of Ethics. Email EWS EWS Legal Allegation of violation of Enron's Expense Account Requirements relating to cell phone use, overtime,	message to HR EWS Legal 2001: An Inside View" appears to have been written by two employees in violation of Code of Ethics. Email EWS Legal Allegation of violation of Enron's Expense Account Requirements relating to cell phone use, overtime,	Email message to HR	Email message to HR EWS Legal 2001: An Inside View" appears to have been written by two employees in violation of Code of Ethics. Email EWS Legal Allegation of violation of Enron's Expense Account Requirements relating to cell phone use, overtime,

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- Existing Control(s) functioning
 Not Applicable to an Internal Control
 Unfounded Allegation

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September 28, 2001 (Cont'd)

DATE	How REPORTED	Business Unit	INITIAL CONTACT	SUMMARY	ALLEG CRIMINAL	NON- CRIMINAL	HANDLED BY	DATE ASSIGNED	DATE CLOSED	RESOLUTION	MGMT. Briefed	Additional Controls Necessary
Jan 22,	ESA HR	ESA	ESA HR &	Employee made several attempts to access		Policy Violation	ESA HR and IT	Jan 22, 2001	Jan 31, 2001	Oral reprimand of employee.	Yes	No ¹
June 23, 2001	Email	ESA	FWS Legal	inappropriate sites in violation of Enron Policy. Allegations of fraud, bribery and other illicit	Fraud		EWS Legal	June 23, 2001		Pending	Yes	To be determined.
				activities.		,	<u> </u>			L		

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Additional Controls are financial, operational, or compliance based controls. In the event, no additional controls are necessary, please see footnotes below for further explanation.

1. Existing Controls functioning

- Not Applicable to an Internal Control
 Unfounded Allegation

14

ALLEGATIONS ADDITIONAL RESOLUTION MGMT. DATE DATE HANDLED Non-SUMMARY CRIMINAL BRIEFED CONTROLS INITIAL CLOSED BUSINESS ASSIGNED How BY. DATE CRIMINAL NECESSARY CONTACT UNIT REPORTED REPORTED Yes. Yes All matters July 2, 7.170 P. S. June 1, Policy Corp. Employee allegations of Additional investigated. Tax Corp. 2001 Phone call Enron 2001 June 1, Legal, Violation improprieties and accounting Legal payments Brazil to Jeff 2001 Outside accounting errors and procedures collected and Eletrobolt Skilling Counsel & unfair treatment regarding implemented Employee Project EWS Risk termination of and approval terminated due to Assurance employment. limits his failure to meet required for performance the project. objectives.

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- 1. Existing Control(s) functioning
- 2. Not Applicable to an Internal Control
- 3. Unfounded Allegation

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Privileged & Confidential Information

_						ALLEG	ATIONS			Dame	RESOLUTION	MGMT.	ADDITIONAL
	T) A TETE	How	BUSINESS	INITIAL	SUMMARY	CRIMINAL	Non-	HANDLED By	DATE ASSIGNED	DATE CLOSED	RESOLUTION	BRIEFED	CONTROLS
- 1	DATE REPORTED	REPORTED	Unit	CONTACT			CRIMINAL	DY	ASSIGNED	020022			NECESSARY
	KEPOKTED	REFORTED	-					Bara Market	Participation and				
					en a la companya da companya d		a the strict of all	EEL HR	January 15,	January	Message sent to	Yes	No ¹
F	January	Email to	Enron		Letter requesting use of	Fraud		EDD III	2001	31, 2001	all employees		
	15, 2001	Enron	Europe	Europe	private bank account to						regarding		
	10, 2002	Europe		Legal	help transfer \$20 million						scheme.		
		Legal			out of South Africa.	L	<u> </u>	L	1				•

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2. Not Applicable to an Internal Control

2. In the label of
- 3. Unfounded Allegation

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ALLEGATIONS ADDITIONAL MGMT. RESOLUTION DATE DATE HANDLED Non-SUMMARY **CRIMINAL** CONTROLS BUSINESS INITIAL BRIEFED How CLOSED DATE ASSIGNED BY CRIMINAL NECESSARY CONTACT UNIT REPORTED REPORTED No3 Allegations Yes July 31, August Policy EEL Legal Allegations of improper Corp. Legal EEL-July 28, Letter to unsubstantiated. 26, 2001 2001 conduct and violation of Violation Metals Jeff 2001 policy when senior Skilling Group employee was terminated. No2 Yes Three senior August EEL Legal Allegations of breach of Policy EEL -EEL Legal August 7, Phone call employees 15, 2001 Violation Code of Ethics policy 2001 to EEL Metals terminated. regarding Conflict of Legal and Group Interests and Business HR Ethics.

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DATE REPORT	How	Business Unit	INITIAL CONTACT	SUMMARY	ALLEG CRIMINAL	ATIONS NON- CRIMINAL	HANDLED By	DATE ASSIGNED	DATE CLOSED	RESOLUTION	MGMT. Briefed	ADDITIONAL CONTROLS NECESSARY
August 2001		Batangas Power Plant		Allegations of inappropriate conduct by management.		Policy Violation	EWS Legal	August 3, 2001		Pending	Yes	No ²

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DATE REPORTED	How Reported	Business Unit	INITIAL CONTACT	SUMMARY	CRIMINAL	ATIONS NON- CRIMINAL	HANDLED By	DATE Assigned	DATE CLOSED	RESOLUTION	MGMT. Briefed	ADDITIONAL CONTROLS NECESSARY
May 15, 2001	Anonymous email to Office of Chairman	Enron India	Corp. Legal	Allegations of unprofessional conduct and corruption in New Delhi office and Mumbai office. Allegations of		Violation of Enron's Values & Code of Ethics Policy	Enron India Legal Enron	May 15, 2001 June 3,		Pending Pending	Yes	To be determined.
June 3, 2001	Anonymous email	Enron India	Corp. Legal	misbehavior. Self-dealing.		Violation	India Legal	2001				determined.
June 14, 2001	Anonymous email to Office of Chairman	Enron India	Corp. Legal	Allegations of violation of Code of Ethics and payroll practices.		Policy Violation	Enron India	June 14, 2001		Pending	Yes	To be determined.
June 14, 2001	Email to Jeff Skilling, Rebecca McDonald, Wade Cline	India Dabhol Power Corp.	Enron India Legal	Allegations of malfunctioning at Dabhol Power Plant.		Policy Violation	Enron India	June 14, 2001		Pending	Yes	determined.
June 19, 2001	Anonymous letter to Ken Lay	Enron India	Corp. Legal	Alleged corruption at Dabhol Power Plant.	Fraud	Violation of Enron's Values	Enron India Legal	June 19, 2001		Pending	Yes	To be determined.
July 28, 2001	Email messages	Enron India	Enron India Legal	Allegations of criminal activity relating to quarry leases.	Fraud		Enron India Legal	July 28, 2001		Pending	Yes	To be determined.

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DATE HOW REPORTED REPORTED	BUSINESS UNIT	Initial Contact	SUMMARY	ALLEGA CRIMINAL	ATIONS NON- CRIMINAL	HANDLED By	DATE ASSIGNED	DATE CLOSED	RESOLUTION	MGMT. Briefed	ADDITIONAL CONTROLS NECESSARY
April 4, Email to 2001 Enron Corp. Legal & EWS	Enron Japan	Legal	Unfriendly & sexually explicit postcards sent to Employees critical of Enron's handling of the proposed power plant projects.	Harass- ment		Enron Japan	April 4, 2001		Matter reported to Japanese authorities.	Yes	No ¹

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 Unfounded Allegation

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	DATE	How	Business	INITIAL	SUMMARY	CRIMINAL	Non-	HANDLED	DATE	DATE	RESOLUTION	MGMT. BRIEFED	ADDITIONAL CONTROLS
-	REPORTED	REPORTED	Unit	CONTACT			CRIMINAL	Вү	ASSIGNED	CLOSED		DRIEFED	NECESSARY
						NT / A	NT / A	C	April 9,	May 11,	Landowner	Yes	No ²
- 1	April 6,	Email to	EOG	Corp.	Landowner of well	N/A	N/A	Corp.			the state of the s	100	110
	2001	Ken Lay	Resources	Legal	requested help to resolve			Legal	2001	2001	referred to EOG		
					issues.			referred to			Resources.		
			e e					EOG					
								Resources					

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		-		-	Alleg	ATIONS						
DATE	How	BUSINESS	INITIAL	Summary	CRIMINAL	Non-	HANDLED	DATE	DATE	RESOLUTION	MGMT.	ADDITIONAL
REPORTED	REPORTED	UNIT	CONTACT			CRIMINAL	BY	ASSIGNED	CLOSED		BRIEFED	CONTROLS
						1 5 A 125		12				NECESSARY
Market 1												
June 11,	Letter to	Marianas	Enron	Letter from attorney		Policy	Human	June 15,		Pending.	Yes	To be
2001	Enron	Energy	Corp.	alleging unfair treatment		Violation	Resources	2001	-			determined.
	Compliance	Co.	Legal	of Employee.		. A						
	Officer					i i						

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DATE REPORTED	HOW REPORTED	Business Unit	INITIAL CONTACT	SUMMARY	ALLEG. Criminal	ATIONS NON- CRIMINAL	HANDLED By	DATE Assigned	DATE CLOSED	RESOLUTION	MGMT. BRIEFED	Additional Controls Necessary
Jan 5,	Phone	NEPCO	OEC/NEPCO	Employee misuse of petty		Policy	HR &	Jan 5,	Jan 15,	Employee	Yes	No ¹
2001	call		HR	cash and Company Amex		Violation	Corp.	2001	2001	terminated.		
2001				card.			Legal					
March 28,	Phone	OEC	OEC HR	Former girlfriend of OEC		Policy	HR	March	April	Oral reminder to	Yes	No ²
2001	call to	OLC	OLCIII	Employee alleges		Violation		28, 2001	30, 2001	Employee.		
2001	HR		į	telephone harassment by						Employee		
	1110			the Employee.						resigned.		
May 7,	Memo to	NEPCO	HR	Allegations of unethical		Policy	HR	May 7,	June 14,	Allegations	Yes	No³
2001	HR	I WELL CO		behavior by VP,		Violation		2001	2001	unsubstantiated.		
2001	****	1		Procurement/Contracts.			1.5					

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DATE REPORTED	HOW Reported	Business Unit	INITIAL CONTACT	SUMMARY	ALLEG. CRIMINAL	ATIONS NON- CRIMINAL	Handled By	DATE ASSIGNED	DATE CLOSED	RESOLUTION	MGMT. Briefed	Additional Controls Necessary
			in the second of									
March 26,	Letter to	Northern	Corp.	Allegation that Company		Policy	Northern	April 12,	April 30,	Safety and	Yes	No ²
2001	Enron	Border	Legal	policy requiring all		Violation	Border	2001	2001	Transportation		
	Compliance	Pipeline	_	employees to park			Pipeline			Rules changed		
	Officer	•		Company vehicles at their			Legal			May 15, 2001.		
		* .	44	respective worksites, lacks							, y	
1				integrity, causes safety								
l				concerns, and unfairly								
· ·			-	impacts Employees'				1.				
				compensation and								1.1
				benefits.		٠.						
July 20,	Email to	Northern	Corp.	Allegations of		Policy	Northern	July 25,		Pending	Yes	Pending
2001	Office of	Border	Legal	mismanagement at Bear		Violation	Border	2001				
	Chairman	Pipeline	"	Paw Energy.			Pipeline					
		1					Legal	<u> </u>		1		

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