

**ITC Holdings' Earnings Guidance Uses
Assumption of 2007 METC Average Network Rate**

On September 25, 2006, ITC Holdings Corp. (“ITC Holdings”) filed with the United States Securities and Exchange Commission a current report on Form 8-K (the “Report”). The Report described assumptions made by ITC Holdings that underlie earnings guidance previously issued by ITC Holdings. Because of the pending acquisition of Michigan Electric Transmission Company, LLC by ITC Holdings, earnings guidance previously issued by ITC Holdings assumed the consummation of the acquisition and is based on certain assumptions regarding METC. In identifying a variety of assumptions and considerations made by ITC Holdings that underlie its earnings guidance, the Report in part states that ITC Holdings has assumed for METC for 2007, “[o]perating revenues . . . based on an estimated average network rate of \$1.654 per kW/month and a projected network load of approximately 86,000 MW, which is consistent with historical amounts.” The Report further states that for purposes of that assumption, ITC Holdings did not include any potential refunds or rate impacts as a result of METC’s ongoing rate case, as the outcome of that matter cannot be predicted. The full Report can be found on the Internet at <http://www.sec.gov>.

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