UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re: NORTHWESTERN CORPORATION Debtor

Case No. 03-12872

Reporting Period: 1/01/12 to 2/21/12

POST-CONFIRMATION QUARTERLY SUMMARY REPORT FOR THE PERIOD 1/01/12 TO 2/21/12

| REQUIRED DOCUMENTS | Document Attached |
|---------------------------------------------|----------------------|
| Schedule of Cash Receipts and Disbursements | X |
| Balance Sheet | Χ. |
| | |

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

| NORTHWESTERN CORPORATION | February 17, 2012 |
|---------------------------------------|-------------------|
| Signature of Debtor | Date |
| | |
| N/A | |
| Signature of Joint Debtor | Date |
| | February 17, 2012 |
| Signature of Authorized Individual | Date |
| | |
| Kendall G. Kliewer | VP & Controller |
| Printed Name of Authorized Individual | Title |

Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

Case No. 03-12872

Reporting Period: 1/1/12 to 2/21/12

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

| | | CURREN | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|
| CA | SH BEGINNING OF QUARTER | \$ | 5,896,721 |
| THE RESERVE ASSESSMENT OF THE PARTY OF THE P | CEIPTS | | |
| | ulated Cash Receipts | \$ | 164,023,506 |
| | h Receipts from Colstrip | | |
| 3 Cas | h Receipts from Transmission | 15 | 2,438,802 |
| 4 Cas | h Receipts from Other Services | | 1,379,655 |
| TO | TAL RECEIPTS | | 167,841,963 |
| DIS | BURSEMENTS | | |
| | ple Costs | | |
| 5 Pay | | | (8,285,600 |
| | efits | | (11,274,045) |
| | roll Taxes | | (5,025,544) |
| | | Control of the Contro | (24,585,189) |
| | erating Costs | | |
| | Check Clearing | | (27,884,602) |
| | ural Gas Supply | | (14,875,683) |
| | etric Supply | | (24,977,437) |
| | ver Plants | | (6,974,022) |
| | strip #4 Expenses | | (3,482,694) |
| | e Gates Generating Station Expenses | | (1,245,816 |
| 14 Insu | rance (including D&O) | Water Committee | (335,340 |
| Oth | er Costs | | (79,775,593) |
| | es and Use, WET, and Other Taxes | | (2,191,952) |
| | perty Taxes | | (17,232) |
| | idends | | (17,232 |
| | Trustee fees | | (30,000) |
| | cellaneous Income (expense) | | 81,347 |
| | (, | | (2,157,837) |
| | oital Projects | | |
| | ect Deposits | | (7,524,512) |
| | tributions in Aid of Construction | | 1,692,043 |
| 22 ARI | Fleet Lease Payment | | |
| D.L | 4 Sametra Contra | | (5,832,469) |
| | t Service Costs | | |
| | ured Debt - Principal pay ured Debt - Interest | | (E E00 004) |
| | | | (5,588,884) |
| | olver Interest expense ancing fees | | (258,674) |
| 20 11112 | mong ross | - | (5,847,559) |
| то | TAL DISBURSEMENTS | | (118,198,646) |
| NE? | r Cash Flow | | 49,643,317 |
| Plus | : Credit Facility Draw | | (49,970,487) |
| | SH END OF REPORTING PERIOD | \$ | 5,569,551 |
| | | | (0 |

| DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: | |
|-----------------------------------------------------------------|---------------------|
| Total Disbursements (For The Period 1/1/12 To 2/21/12) | \$ (118,198,646) |
| Less: Transfers To Debtor In Possession Accounts | - |
| Plus: Estate Disbursements Made By Outside Sources | 12 |
| Total Disbursements For Calculating U.S. Trustee Quarterly Fees | \$ (118,198,646) |

TOTAL LIABILITIES AND OWNERS' EQUITY

2,297,939,283

3,185,535,068 \$

BALANCE SHEET

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from postpetition obligations.

| ASSETS | | OOK VALUE ON ETITION DATE |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------|
| CURRENT ASSETS | | |
| Jnrestricted Cash and Equivalents Restricted Cash and Cash Equivalents | \$ 5,569,551 \$ | 21,836,214 |
| counts Receivable (Net) | 8,630,456 | 22,579,07 |
| ccounts Receivable Associated (Net) | 148,143,410 | 95,022,575 |
| ventories | 51,388,810 | 899,887,999 |
| egulatory Assets | 45,620,792 | 36,564,153 19,845,863 |
| ther Current Assets | 7,603,921 | 62,768,443 |
| TOTAL CURRENT ASSETS | 266,956,940 | 1,158,504,320 |
| ROPERTY AND EQUIPMENT | | |
| roperty, Plant and Equipment | 3,369,836,329 | 2,021,553,660 |
| ess Accumulated Depreciation | 1,154,828,022 | 794,227,137 |
| TOTAL PROPERTY & EQUIPMENT | 2,215,008,307 | 1,227,326,523 |
| OODWILL AND OTHER INTANGIBLES, NET | 355,128,500 | 375,629,610 |
| THER ASSETS | | |
| vestments | 21,852,191 | (721,480,628 |
| egulatory assets ther Current Assets | 313,197,645 | 196,242,150 |
| TOTAL OTHER ASSETS | 13,391,485 | 61,717,302 |
| OTAL ASSETS | 348,441,321 | (463,521,176 |
| OTAL AGGETS | \$ 3,185,535,068 \$ | 2,297,939,283 |
| | BOOK VALUE AT END OF BO | OOK VALUE ON |
| LIABILITIES AND OWNER EQUITY | CURRENT REPORTING PERIOD P | ETITION DATE |
| IABILITIES NOT SUBJECT TO COMPROMISE (Postpetition) | | |
| URRENT LIABILITIES | 201.0 | |
| arrent maturities of long-term debt | \$ 5,169,765 | |
| ort term borrowing | 151,955,922 | |
| ecounts payable ecounts payable associated (net) | 52,779,624 | |
| come taxes payable | (2,772,117) | |
| her taxes payable | (7,461,779) | |
| erest accrued | 52,158,542 15,706,476 | |
| egulatory liabilities | 32,727,375 | |
| eferred Income Taxes | 52,727,575 | |
| ther Current Liabilities | 138,658,656 | |
| TOTAL CURRENT LIABILITIES | 438,922,464 | |
| ONCURRENT LIABILITIES | 150,722,101 | |
| ong-term Debt | 937,854,494 | |
| oncurrent Regulatory Liabilities | 266,368,105 | |
| eferred Income Taxes | 281,465,939 | |
| uture QF Obligation Reserve | 184,653,158 | |
| ther Noncurrent Liabilities | 205,007,480 | |
| TOTAL NONCURRENT LIABILITIES | 1,875,349,176 | |
| OTAL POSTPETITION LIABILITIES | 2,314,271,640 | |
| IABILITIES SUBJECT TO COMPROMISE (Pre-Petition) | | |
| URRENT LIABILITIES | <i>†</i> | *************************************** |
| urrent maturities of long-term debt | | 10,755,623 |
| ccounts payable | · · · · · · · · · · · · · · · · · · · | 39,398,103 |
| come taxes payable | | 21,530,433 |
| her taxes payable | | 49,327,187 |
| terest accrued | 딸 | 51,405,689 |
| eferred Income Taxes | , | 4,493,632 |
| ther Current Liabilities | • | 74,072,487 |
| TOTAL CURRENT LIABILITIES | • | 250,983,154 |
| ONCURRENT LIABILITIES | | Mi . |
| ng-term Debt | · · · · · · · · · · · · · · · · · · · | 1,773,323,912 |
| mpany Obligated Preferreds | | 365,550,000 |
| oncurrent Regulatory Liabilities | - | 32,055,571 |
| eferred Income Taxes | 딸 | (9,868,663 |
| ferred Revenue | * | 16,834,446 |
| | | 143,604,476 |
| ture QF Obligation Reserve | 2 | 254,218,171 |
| iture QF Obligation Reserve ther Noncurrent Liabilities | | |
| ture QF Obligation Reserve her Noncurrent Liabilities OTAL NONCURRENT LIABILITIES | | |
| ture QF Obligation Reserve her Noncurrent Liabilities **OTAL NONCURRENT LIABILITIES** DTAL PRE-PETITION LIABILITIES | - | |
| nture QF Obligation Reserve her Noncurrent Liabilities COTAL NONCURRENT LIABILITIES DTAL PRE-PETITION LIABILITIES DTAL LIABILITIES | | 2,826,701,067 |
| nture QF Obligation Reserve her Noncurrent Liabilities **OTAL NONCURRENT LIABILITIES** DTAL PRE-PETITION LIABILITIES DTAL LIABILITIES **DTAL LIABILITIES** WNER EQUITY | \$ 2,314,271,640 \$ | 2,826,701,067 2,826,701,067 |
| ture QF Obligation Reserve her Noncurrent Liabilities **OTAL NONCURRENT LIABILITIES** DTAL PRE-PETITION LIABILITIES DTAL LIABILITIES WNER EQUITY spital Stock | \$ 2,314,271,640 \$ 398,441 | 2,826,701,067 2,826,701,067 |
| ture QF Obligation Reserve her Noncurrent Liabilities 'OTAL NONCURRENT LIABILITIES DTAL PRE-PETITION LIABILITIES DTAL LIABILITIES WNER EQUITY upital Stock easury Stock | \$ 2,314,271,640 \$ 398,441 (90,266,885) | 2,826,701,067 2,826,701,067 65,940,167 |
| ture QF Obligation Reserve her Noncurrent Liabilities POTAL NONCURRENT LIABILITIES DOTAL PRE-PETITION LIABILITIES DOTAL LIABILITIES WINER EQUITY upital Stock easury Stock Iditional Paid-In Capital | \$ 2,314,271,640 \$ 398,441 (90,266,885) 818,881,052 | 2,826,701,067 2,826,701,067 65,940,167 |
| ature QF Obligation Reserve ther Noncurrent Liabilities FOTAL NONCURRENT LIABILITIES OTAL PRE-PETITION LIABILITIES OTAL LIABILITIES WNER EQUITY apital Stock reasury Stock dditional Paid-In Capital nearned Restricted Stock | \$ 2,314,271,640 \$ 398,441 (90,266,885) | 2,826,701,067 2,826,701,067 65,940,167 - 301,329,511 |
| ature QF Obligation Reserve ther Noncurrent Liabilities FOTAL NONCURENT LIABILITIES OTAL PRE-PETITION LIABILITIES OTAL LIABILITIES WNER EQUITY apital Stock reasury Stock dditional Paid-In Capital neamed Restricted Stock etained Earnings - Pre-Petition | \$ 2,314,271,640 \$ 398,441 (90,266,885) 818,881,052 (1,958,221) | 2,826,701,067 2,826,701,067 65,940,167 - 301,329,511 |
| ature QF Obligation Reserve ther Noncurrent Liabilities FOTAL NONCURRENT LIABILITIES OTAL PRE-PETITION LIABILITIES OTAL LIABILITIES WNER EQUITY apital Stock reasury Stock dditional Paid-In Capital nearned Restricted Stock | \$ 2,314,271,640 \$ 398,441 (90,266,885) 818,881,052 | 2,575,717,913 2,826,701,067 2,826,701,067 65,940,167 - 301,329,511 - (891,339,537 - (4,691,925 |