Q. Reference: Schedule 1 – Long-Term Supply for Southern Labrador – Phase 1

Please provide an estimate of cost of work completed to date on the Southern Labrador proposal.

As of the end of July 2021, Newfoundland and Labrador Hydro ("Hydro") has incurred \$400,923 related to front-end engineering design ("FEED")¹ costs for the Long-Term Supply for Southern Labrador project.²

<sup>&</sup>lt;sup>1</sup> FEED work is necessary to support the development of proposals. Hydro will not capitalize FEED costs related to the Long-Term Supply for Southern Labrador project if it does not receive approval by the Board of Commissioners of Public Utilities.

<sup>&</sup>lt;sup>2</sup> This amount does not include operating costs which were incurred in the development of proposal documents as such costs will not contribute to the capital cost of Phase 1 of the Long-Term Supply for Southern Labrador project.