Q. **Reference: Schedule D-IV (Volume 1, page 238); Volume 1, page 151 (footnote 40)**

Confirm the scope of the provincial guarantee of Hydro’s debt: which categories of Hydro debt (debentures, promissory notes, or other instruments per Schedule D-IV) are covered by a Government of Newfoundland and Labrador guarantee, and confirm whether Newfoundland Power’s debt carries an equivalent provincial guarantee on the same or a different basis. Provide a direct confirmation or denial for each debt category.

A. Newfoundland and Labrador Hydro’s (“Hydro”) $300 million promissory note program and debentures, which were issued directly in its own name (Series Y, AB, AD, and AF), are unsecured obligations and are unconditionally guaranteed by the Government of Newfoundland and Labrador (“Government”) for principal, interest and, where applicable, sinking fund payments. Since December 2017, Hydro has not accessed the long-term capital markets directly. Instead, its long-term financing requirements have been met through borrowings undertaken by the Government and immediately on-lent to Hydro on the same terms and conditions. These arrangements include Series 1A, Series 2A, Series 3A, and forecasted future issuances such as Series 4A and Series 5A. These financings allow Hydro to access funding at rates consistent with the province’s credit standing.

Hydro cannot comment on Newfoundland Power Inc.’s debt.