

**MINUTES OF THE EIGHTY-SEVENTH MEETING OF THE BOARD OF DIRECTORS OF NALCOR ENERGY HELD IN THE BOARDROOM, SIXTH LEVEL, HYDRO PLACE, ST. JOHN'S, NEWFOUNDLAND AND LABRADOR ON TUESDAY, AUGUST 11, 2015 AT 10:00 A.M.**

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**Present in person:** E. Martin, Member

**Present by Phone:** K. Marshall, Chair  
L. Abbass, Member  
T. Clift, Member  
G. Shortall, Member

**Present by Invitation:** D. Sturge, Vice-President Finance and Chief Financial Officer

**Secretary (acting):** P. Hickman

**1156. CONSTITUTION OF THE MEETING**

Notice of the meeting was sent to all Directors on July 27, 2015. A quorum of Directors being present, the meeting was declared duly called and validly constituted for the transaction of business.

**1157. SAFETY MOMENT**

Mr. Clift provided a safety moment on tire safety.

**1158. APPROVAL OF AGENDA**

On motion duly made by E. Martin, seconded by T. Clift and unanimously carried, it was resolved:

**THAT** the Agenda of the 87th Meeting of the Board of Directors of Nalcor Energy, which Agenda is currently before this meeting, be and it is hereby approved.

**1159. Q2 2015 FINANCIAL STATEMENTS**

Mr. Sturge reviewed the Q2 2015 Financial Statements for Nalcor Energy, a copy of which was distributed to the Board members prior to the meeting. Mr. Sturge stated that the statements as of June 30, 2015 are consistent with those for the 1<sup>st</sup> quarter of 2015. He stated the three key issues for Nalcor for 2015 are (i) Commodity prices, which continue to be lower than budget for both oil and electricity; (ii) the General Rate Application and regulatory situation, which should be cleared up by year-end or early 2016; and (iii) Hibernia South Extension production, which is contingent upon work relating to the installation of water injection wells.

Mr. Sturge reviewed the notes to the Financial Statements and some revisions were agreed upon.

On motion duly made by G. Shortall, seconded by T. Clift and unanimously carried, it was resolved:

**THAT** the Nalcor Energy Consolidated Financial Statements and Management Discussion and Analysis for the period ended June 30, 2015, as tabled and initialed by the Secretary for identification, be and they are hereby approved; and

**THAT** K. Marshall and G. Shortall, or any two Directors be and they are hereby authorized to sign said Financial Statements on behalf of the Board.

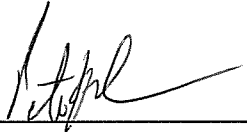
**1160. IN CAMERA SESSION**

Messrs. Martin, Sturge and Hickman left the meeting at this time. The remaining Board members held an in camera session.

1161.

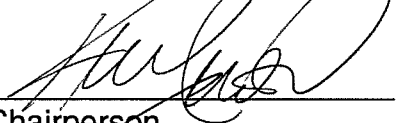
**TERMINATION**

There being no further business, the meeting was terminated.

  
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Secretary

Verified at a meeting held on

November 27, 2015

  
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Chairperson