

**From:** [jamesmeaney@lowerchurchillproject.ca](mailto:jamesmeaney@lowerchurchillproject.ca)  
**To:** [emartin@nalcoreenergy.com](mailto:emartin@nalcoreenergy.com)  
**Cc:** [Jason Kean](#); [Paul Harrington](#); [Paul Harrington](#); [Gilbert Bennett](#)  
**Subject:** Re: AFE 2  
**Date:** Friday, August 14, 2015 3:20:08 PM  
**Attachments:** [.png](#)  
[AFE Reconciliation June 2014 to Aug 2015.pdf](#)

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Hi Ed,

Please find attached a summary that bridges from the 6.99 to 7.5 to 7.6 and then to 7.65. By all means let us know if you have any questions.

Regards,

Jim



AFE Reconciliation June 2014 to Aug 2015.pdf

**James Meaney**

**General Manager Finance**

**PROJECT DELIVERY TEAM**

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You owe it to yourself, and your family, to make it home safely every day. What have you done today so that nobody gets hurt?

Paul Harrington ---08/13/2015 01:25:08 PM---Ed Sorry I missed some of the meeting yesterday. I understand you wanted to understand the 7.65 numb

From: Paul Harrington <[pharrington@nl.rogers.com](mailto:pharrington@nl.rogers.com)>

To: Ed Martin/NLHydro <[EMartin@nalcoreenergy.com](mailto:EMartin@nalcoreenergy.com)>,

Cc: Jason Kean <[JasonKean@lowerchurchillproject.ca](mailto:JasonKean@lowerchurchillproject.ca)>, James Meaney <[JamesMeaney@lowerchurchillproject.ca](mailto:JamesMeaney@lowerchurchillproject.ca)>

Date: 08/13/2015 01:25 PM

Subject: AFE 2

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Ed

Sorry I missed some of the meeting yesterday. I understand you wanted to understand the 7.65 number . I am tied up with the Innu situation however Jim Meaney and Jason Kean will be able to explain this to you. Suffice it to say that we do need the 7,65 amount otherwise we will not be able to execute  
Regards Paul

Sent from my iPhone

**AFE Reconciliation**  
*(\$Millions)*

|  |                               |
|--|-------------------------------|
| <b>June 2014 AFE Rev 1</b>                           | <b>\$ 6,990</b>               |
| MF Major Contracts                                   |                               |
| N Spur   | \$ 60                         |
| N&S Dam  | \$ 160                        |
| BoP  | \$ 70                         |
| Astaldi LMAX   | \$ 65                         |
| Sub-Total  | <u>\$ 355</u>                 |
| LIL DC Line  | \$ 105                        |
| Owners Team/Contractor Mngmt                         | <u>\$ 50</u>                  |
| <b>May 2015 Estimate</b>                             | <b>\$ 7,500</b>               |
| LIL DC Line  | \$ 80                         |
| Realized FX Impact (LIL)                             | <u>\$ 20</u>                  |
| Sub-Total  | <u>\$ 100</u>                 |
| <b>June 2015 Estimate</b>                            | <b>\$ 7,600</b>               |
| MF   |                               |
| Savings on N Spur / N&S Dams / Astaldi               | \$ (54)                       |
| Astaldi / Andritz winter conditions, storage, delays | \$ 37                         |
| Site Services & Owners Team                          | \$ (6)                        |
| LIL  |                               |
| DC Line  | \$ 57                         |
| HVDC Specialties                                     | \$ 14                         |
| LTA AC Line + SY Savings                             | <u>\$ 6</u>                   |
| Sub-Total  | <u>\$ 54</u>                  |
| <b>August 2015 Proposed AFE Rev 2</b>                | <b><u><u>\$ 7,654</u></u></b> |