

Muskrat Falls Corporation Re: Lower Churchill Project Muskrat Falls Corporation 350 Torbay Road Plaza, Suite No. 2 St. John's, NL, A1A 4E1

September 10th, 2014

Attention: Scott O'Brien - Project Manager, Component 1

Ref: AH Letter - PM 001

Object: CH0032 - Notification of Delays / possible delay to milestone date

Dear Mr. O'Brien,

Based on actual physical progress observed to date on the spillway foundation slab, Andritz has assessed that the Exhibit 9 I1A Milestone date of 16<sup>th</sup> February 2015 is at material risk of not being maintained. Since Andritz has not yet been notified by LCP of any change to the Exhibit 9 milestone schedule, AH will continue with its current mobilization as per plan.

In the event that the I1A Milestone is delayed, this letter is to notify LCP that this change will result in a schedule and cost impact to AH that can only be thoroughly evaluated once the revised Milestone Schedule from LCP has been received.

Best regards,

Mathieu Bertrand Project Manager Andritz Hydro Ltd.

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