Muskrat Falls Corporation

Corporate Office 500 Columbus Drive P. O. Box 15000, Stn. A St. John's, NL Canada A1B 0M4

Lower Churchill Project Operations Office 350 Torbay Road, Suite 2 St. John's, NL Canada A1A 4E1

08 April 2016

ANDRITZ HYDRO CANADA INC. 6100 Trans-Canada Hwy. Pointe-Claire, Quebec H9R 1B9

Attention:

Mr. William Mavromatis

Subject:

Agreement CH0032-001

Supply and Install Powerhouse and Spillway Hydro-Mechanical Equipment

Re:

Request for Meeting in St. John's – Change Order No. 010 – Spillway Schedule Acceleration

Ref: LTR-CH0032001-0316

Dear Mr. Mavromatis,

Company acknowledges receipt of Contractor letter dated 05-Apr-2016, reference PM-141. Contractor is requested to provide the further substantiating details and cost breakdowns as indicated, pursuant to Article 26 of the Agreement for review by Company.

At present, a Contractor requested meeting without first having the opportunity to review the further substantiating details and cost breakdown that may be available would not be productive.

Company request for further information noted above is not to be construed as any form of acceptance by Company that Contractor is entitled to any additional monies over and above that offered in Change Order # 10.

Upon receipt and review of the details, Company will advise accordingly.

Regards,

Scott O'Brian

Company Representative

Project Manager - Muskrat Falls Generation

Project Delivery Team Lower Churchill Project