

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

27-Sep-2016

ASTALDI Canada Inc.
114 Hamilton River Road
North Star Building,
Happy Valley-Goose Bay,
NL, Canada A0P 1C0

Attention: Don Delarosbil, Project Manager

Agreement No.: CH0007- 001
Title: Construction of Intake and Powerhouse, Spillway and Transition Dams
Subject: Critical Path Concerns – Downstream Intake Works
Ref: LTR 1429, 1434

Dear Mr. Delarosbil:

Company utterly rejects the content of the above referenced Contractor letter 1434 in terms of its lack of basis of fact, for Contractor's inflammatory and accusatory response to Company's simple request to confirm that Contractor's project manager will be attending future joint meetings, and for Contractor's lack of respect to Company site representatives.

Company stands by the content of letter 1429, however and notwithstanding the above and with the interest of the project as the core focus moving forwards, Company considers this matter closed with the exception of the critical path works.

Regards,

Muskrat Falls Corporation



Scott O'Brien
Company Representative, Muskrat Falls Generation