



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

LTR-CD0501-LILLP-AG-0124
LTR-CD0502-LTCLILLP-AG-0062

5-Aug-2015

Mr. Thierry Martin
Project Director
ALSTOM GRID CANADA, INC.
1400 Industrielle, Suite 100
La Prairie, Quebec
J5R 2E5

Subject: Exhibit 17 - Contractor's Responsibility for the Execution of the Civil Works
Ref: N/A

Dear Mr. Martin,

Based on recent discussions with Contractor, Company is concerned that Contractor appears to be deviating from its obligations and the intent of Exhibit 17 of the CD0501 and CD0502 Agreements.

Company would like to point out that Contractor has overall responsibility for the execution of the Civil Works, including cost, schedule, and quality control during construction as well as for the coordination, management and supervision of all construction activities by the Civil Works Contractor(s) to ensure compliance with requirements set out in the Agreement.

Company remains committed to the Agreement as signed by the Parties. Company trusts that Contractor has that same commitment. Company has been, and continues to be willing to work with Contractor on appropriate clarifications to the operation of Exhibit 17 provided that the clarifications are consistent with, and do not change, the intent on what both Parties have already agreed.

Company will be scheduling a meeting next week (w/e 14-Aug-2015) with Contractor to discuss Company's concerns. As well, Company would like to reiterate its expectations for Contractor to meet its obligations of the Agreements.

Please feel free to contact the undersigned if you wish to discuss this matter further.

Regards

A handwritten signature in blue ink that reads "Darren DeBourke".

for Darren DeBourke
Project Manager, HVdc Specialties

c.c. Trina Troke (LCMC)
TJ Anthony Jackman (LCMC)
ME Mark Ellis (LCMC)
Ken Almon (LCMC) KA
PS Pierre Sasseville (LCMC)
Ray Butler (LCMC)

Tanya Power (LCMC)
Antoine Tabet (AG)
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Daniel De Blois (AG)
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Claude Mandeville (AG)
Sarah Norris (AG)
Emmanuel Aumente (AG)
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