FW: FHP Global Adjustment Refinancing | OPG offering

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Date:	Mon, 05 Feb 2018 16:56:37 -0500
Attachments:	Technical Briefing OFHP Financing updated Feb 4-EPE.PPTX (139.38 kB)

Hi all,

I believe this was flagged through other channels a couple weeks back but refreshing this as the timeline has been revised. As described in the two emails below, the first tranche of FHP's Global Adjustment refinancing through an OPG offering is going to market. Originally the OPG-led technical briefing was scheduled for next week but this is now being moved up to tomorrow because Bloomberg is expected to post a summary of the pricing deal following its closure in the morning (thereby making it public).

Minister Thibeault will not be present tomorrow but his office is finalizing a statement which could be deployed reactively if necessary. The MO is still working on that statement as well as finalizing the QAs and tech briefing deck. I can share those here once we have them.

Thanks

Blane

From: Berry, James (ENERGY)
Sent: February-05-18 12:42 PM
To: Beaudry, Jennifer (OPO); McPhail, Blane (OPO); Bossin, Bryan (OPO); Forgione, Andrew (OPO)
Cc: Gallant, Gabrielle (TBS); Giroux Namian, Orli (MOF); Tretiakov, Ilia (ENERGY); Nekolaichuk, Colin (ENERGY); Den Heijer, Kevin (ENERGY); Whittington, Matt (ENERGY)
Subject: RE: FHP Global Adjustment Refinancing | OPG offering | revised timing

Hi again,

Wanted to send an update on this, as we've received revised timing information from OPG.

With respect to the offering, demand and pricing have been positive but the market isn't very good at the moment, so the thinking is that OPG will open and close pricing tomorrow morning to strike while the iron is hot. When this happens, Bloomberg will post a summary of the deal, which means it will be public (posting would happen tomorrow around 11:30 a.m. or 12 p.m.).

Not 100 per cent because something could always happen in the markets overnight but very likely it will go tomorrow. OPG has another check in with the bankers this afternoon at 4 and then they are planning to send a media advisory for the technical briefing.

They're proposing 2 p.m. tomorrow for the Tech briefing.

Attached for your reference is the Minister Thibeault approved statement (being reviewed by ministry now and will be shared for PO/CO review asap). Ministry Qs&As are being revised as we had edits/additional Qs. MO is waiting to review OPG's tech briefing deck and MA (they may have a key facts doc as well).

Overall and as mentioned, results seem to be positive – just would've preferred not to be jammed when it comes to the timing.

Any questions or concerns, please let me know.

Thank you!

James

From: Berry, James (ENERGY)
Sent: January-15-18 9:45 AM
To: Bossin, Bryan (OPO); Forgione, Andrew (OPO); Beaudry, Jennifer (OPO); McPhail, Blane (OPO)
Cc: Gallant, Gabrielle (TBS); Giroux Namian, Orli (MOF); Tretiakov, Ilia (ENERGY); Nekolaichuk, Colin (ENERGY); Den Heijer, Kevin (ENERGY); Tresise, Landon (ENERGY); Whittington, Matt (ENERGY)
Subject: FHP Global Adjustment Refinancing | OPG offering

Hi there,

Wanted to give you an update on timing for the first tranche of FHP's Global Adjustment refinancing through an OPG offering. For background on timing, attached is OPG's financing plan for going to market – as a reminder to some on this email, this was used to brief Ministers Sandals, Sousa and Thibeault before the holidays.

OPG is expected to launch its marketing activities on January 22nd (i.e. sharing documents with marketers/investors to be used in the marketing road show) and start its cross Canada road show on Jan 29th (i.e., Montreal / Toronto / Winnipeg / Vancouver). On Jan 22nd, a Quiet Period would be initiated until transaction close, so nothing should be said during this timeframe to influence or prime the markets. A note would be sent to Caucus outlining the process/Quiet Period.

Pricing would happen on February 5th or 6th and the transaction would close the week of Feb 12th. OPG is proposing to hold a technical briefing to highlight process and the results. OPG has offered to host the potential technical briefing at its head office on University in Toronto. They would prepare a technical deck presentation as well as a news release/fact sheet for distribution to media in attendance. Energy Deputy/ADM would also participate in the technical briefing and OFA officials would be on hand in the audience.

We recommend this venue and approach, as it could help to signal OPG's ownership of the GA refinancing piece for future transactions. For future tranches, with one expected before early June, OPG would issue the results with a paper release only – similar to Cap and Trade auctions – seeing as media would have a general understanding of the process.

Should you have any questions and/or concerns with this approach, please let me know. Once we have a better sense of the exact date for transaction close (week of Feb 12th), we'll let you know.

Thank you,

James Berry
Director of Communications

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