Fair Hydro Trust – Deal Overview

$500 Million 3.357% Senior Notes due May 15, 2033 Series 2018-1

Description

Fair Hydro Trust

C$500,000,000

Senior Notes

February 2018

- Fair Hydro Trust, a special purpose trust established under the laws of the Province of Ontario, and caused to be established by Ontario Power Generation Inc., as Financial Services Manager, created a program providing for the offering and issuance of senior notes
- Fair Hydro Trust was established in connection with the Ontario Fair Hydro Plan Act, 2017; the Province of Ontario announced its Fair Hydro Plan on March 2, 2017, which proposed to lower the average electricity bill for eligible customers by 25%

Investor Breakdown

By Type	By Geography

[1]

Transaction Description

Issuer:	Fair Hydro Trust
Pricing Date:	06-Feb-18
Settlement Date:	09-Feb-18
Ratings:	DBRS: AAA(sf) Moody's: Aa2(sf)
Amount:	$500,000,000
Coupon:	3.357%
Coupon Dates:	May 15 and November 15
Expected Maturity Date:	May 15, 2033
Principal Payment Default Date:	May 15, 2035
Spread vs. Benchmark:	91.9 bps
GoC Curve:	CAN 5.75% due June 1, 2029 CAN 5.75% due June 1, 2033
GoC Benchmark:	CAN 5.75% due June 1, 2033
Benchmark Price / Yield:	$142.10 / 2.438%
Price:	$100.003
Yield:	3.357%
Syndicate:	CIBC World Markets Inc. (joint lead and joint bookrunner) RBC Dominion Securities Inc. (joint lead and joint bookrunner) Goldman Sachs Canada Inc. (joint lead) BMO Nesbitt Burns Inc. Morgan Stanley Canada Limited National Bank Financial Inc. Scotia Capital Inc. TD Securities Inc. HSBC Securities (Canada) Inc. Desjardins Securities Inc. Laurentian Bank Securities Inc. Casgrain & Company Limited.

[1] Indicates Canadian based U.S. accounts.