FACT SHEET

Ontario's Fair Hydro Plan Initial Debt Offering:

Amount: $500 million
Rating: DBRS AAA, Moodys Aa2
Term: 15.25 years
Yield: 3.357%

- Strong appetite resulted in the lowest cost of financing in the Canadian energy sector.
- Investors include two green funds, reflecting the program's role in financing green energy projects.

Fair Hydro Plan

- Ontario's Fair Hydro Plan (OFHP) has lowered bills by 25 per cent on average for residential consumers. As many as half a million small businesses and farms are also benefitting.
- The full average 25 per cent reduction came into effect on July 1, 2017, and includes the 8 per cent rebate equivalent to the provincial portion of the HST.
- OPG is the Financial Services Manager for the Fair Hydro Trust, which is responsible for managing the financing of the deferred costs under the OFHP.

OPG's experience as a financial manager:

- In addition to executing more than $2 billion in multiple project financing initiatives over the past number of years, OPG completed its first bond offering in the Canadian public market with $500 million unsecured 10-year bonds in October 2017.
- OPG currently manages approximately $22 billion in nuclear funds through the Decommissioning Segregated Fund and the Used Fuel Segregated Fund.
- OPG manages approximately $15 billion in pension funds.
- OPG has developed solid investor relationships and has a large investor base in the structured finance space, which is the target market for financing Ontario's Fair Hydro Plan (OFHP).

Looking forward:

- The Fair Hydro Trust will continue to purchase investment assets from the Independent Electricity System Operator (IESO) on an ongoing basis.
- Debt offerings to finance these assets will continue, up to two to three times a year as needed.
- OPG will report on the status of the Fair Hydro Trust through its quarterly financial statements.