

Message

From: Anthony Martinello [/O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=3FB7D76317B34780B15D96309B995C31-ANTHONY MAR]
Sent: 2018-01-10 12:45:18 PM
To: GO Matthew -TREASURY [matthew.go@opg.com]; RYFA Ken -TREASURY [ken.ryfa@opg.com]
CC: Olga Whiteley [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=a8aa010dbbc243af97222fcd3f2ae4a0-Olga White]
Subject: RE: EXTERNAL – Closing Dates

We have OFA debt due (or to be rolled) on the 14th bus day each month for Fair Hydro, since we pay all generators on the 14th.

So, it would be best to settle with OFA and not roll/extend to 18th.

If you recall, originally we (I think collectively) were discussing/debating when the IESO reg asset was created e.g. when the IESO borrows from OFA vs. when LDCs submit their fair hydro amounts to the IESO etc. This has not been firmed landed that the asset is created when the IESO journalizes the amounts which is well before the 10th business day.

So having the Closing Date on 14th and not borrowing from OFA would be best to avoid unnecessary interest costs.

I can see if moving the Transfer Notice up a bus day (may be doable from me... I will work on this) work too but still keep Closing Date on 14th bus day.Does this help?

Regards.

From: GO Matthew -TREASURY [mailto:matthew.go@opg.com]
Sent: January 10, 2018 12:33 PM
To: Anthony Martinello; RYFA Ken -TREASURY
Cc: Olga Whiteley
Subject: RE: EXTERNAL – Closing Dates

Hi Anthony,

The main constraint would be the T+5 settlement the Province requires for the equity contribution. It could work, assuming we turn around a signed transfer notice almost immediately to the Province. So that's where it could get hairy (chasing down signatures) in short order. However, I thought the idea was to separate from your market process which is why the agreement allowed for closing up to last BD of month.

Matt

From: Anthony Martinello [mailto:Anthony.Martinello@ieso.ca]
Sent: Wednesday, January 10, 2018 12:04 PM
To: GO Matthew -TREASURY <matthew.go@opg.com>; RYFA Ken -TREASURY <ken.ryfa@opg.com>
Cc: Olga Whiteley <Olga.Whiteley@ieso.ca>
Subject: EXTERNAL – Closing Dates
Importance: High

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Matt, Ken

Looking at the cycle (attached) and the final MTSA.

For a Transfer Notice's Closing Date, the MTSA permits:

Section 2.1 (c) :

(iii) the Closing Date to effect such transfer which shall be no earlier than the 5th Business Day after the delivery of the Transfer Notice and no later than the last Business Day of the calendar month in which the Transfer Notice was delivered, or such other Business Day as may be agreed by the Transferor and the Issuer, and"

I expect going forward that the IESO will generally stick for the Transfer Notice to be issued on each 8th business each month, and the Closing Date to be on the 14th business day. Does this pose any concerns since this Closing Date is earlier by about 4 business days than in the attached cycle?

Please confirm back since tomorrow is the 8th bus day.

Regards.

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