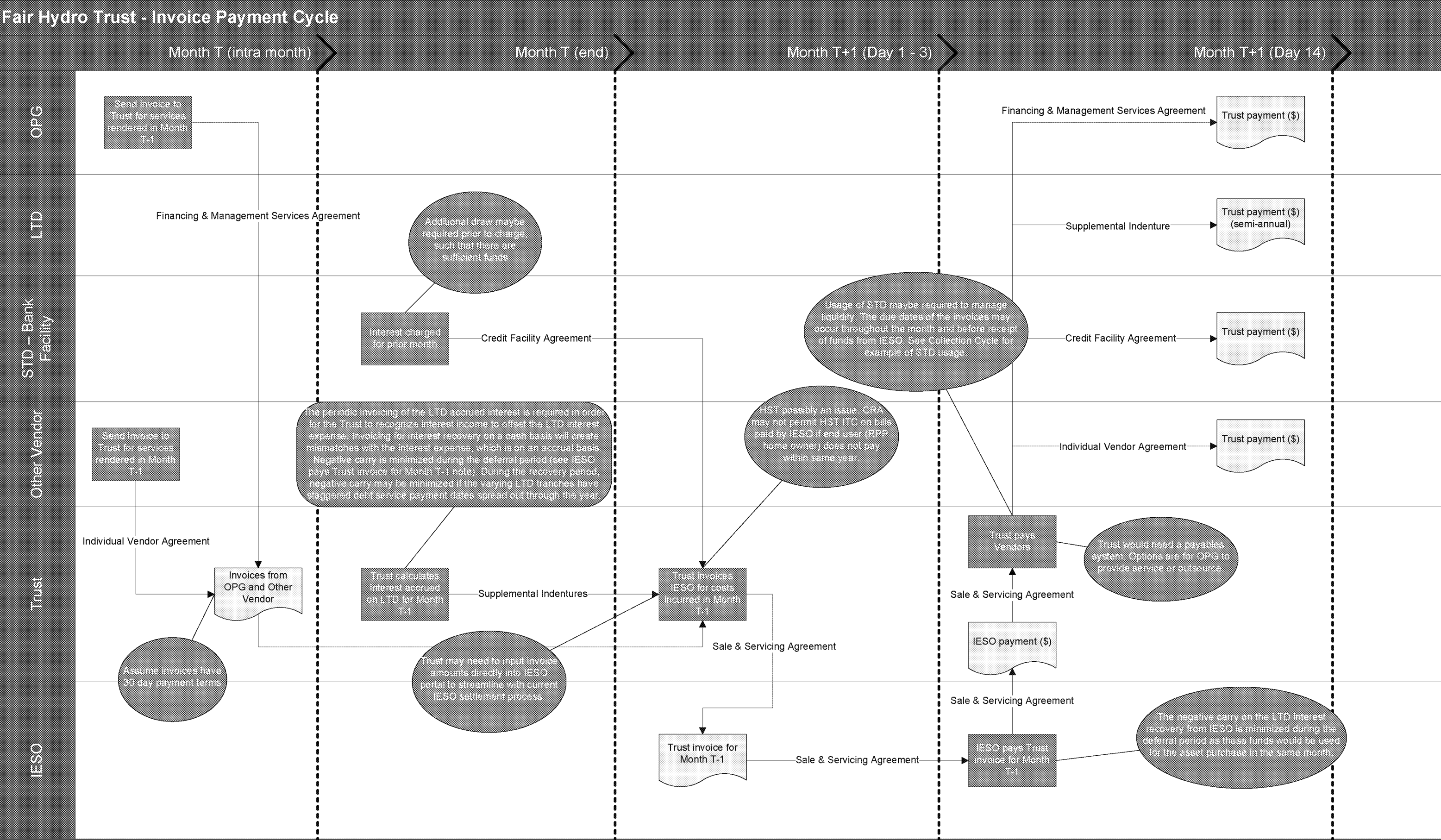
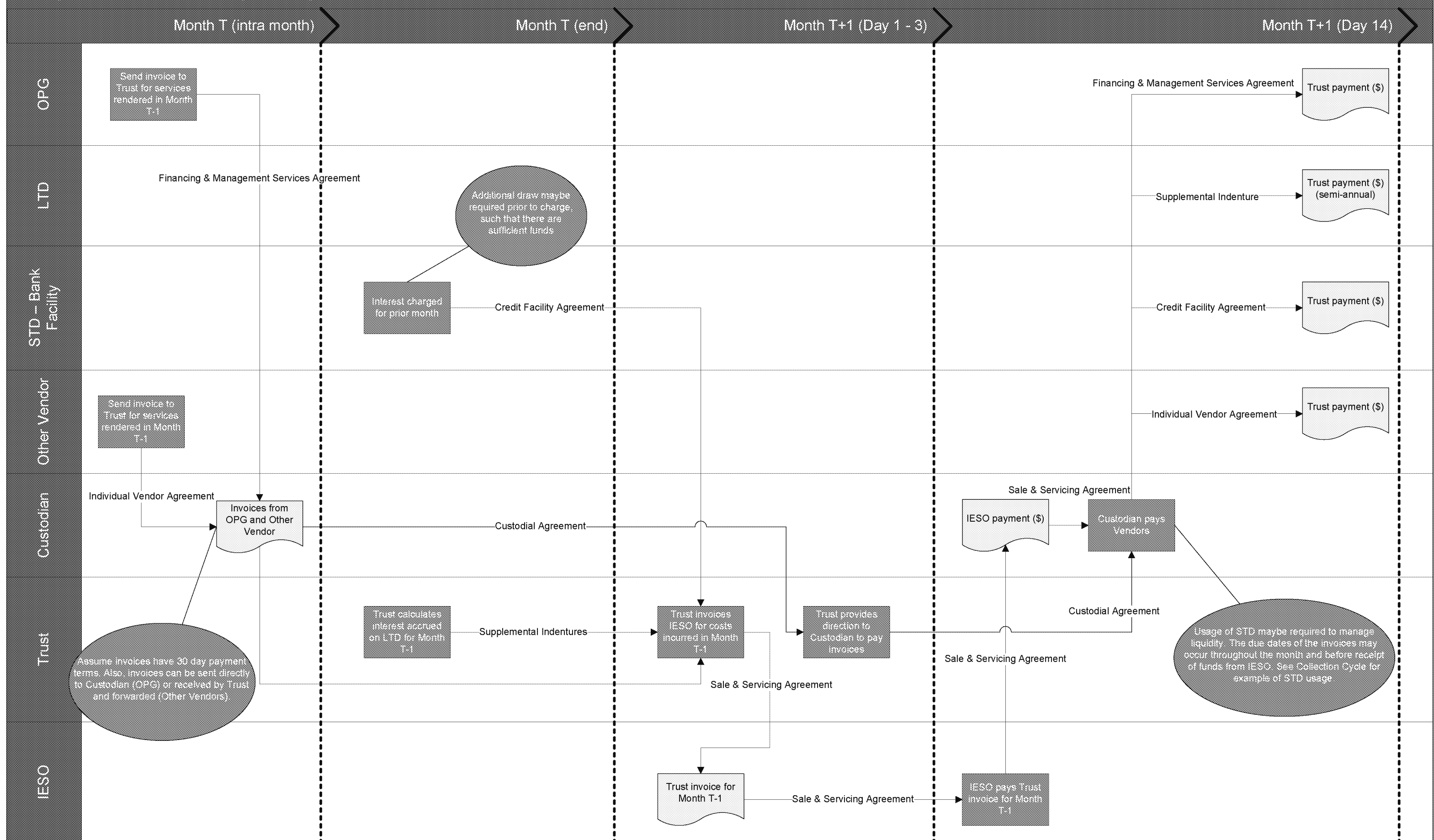




See Legend for definitions

Fair Hydro Trust - Invoice Payment Cycle (Custodian Option)



See Legend for definitions

Fair Hydro Trust – Asset Purchase Cycle

```

graph TD
    subgraph Month_T_Day_10 [Month T (Day 10)]
        IESO1[IESO informs Trust of current balance of Regulatory Asset Account] --> SSA1[Sale & Service Agreement]
        SSA1 --> RAAB[Regulatory Asset Account Balance]
        RAAB --> FMS1[F&MS Agreement]
        FMS1 --> OPG1[OPG decides on purchase amount for Trust]
        OPG1 --> PRF1[Purchase Request Form based on OPG's securitization facility. The actual means and method to formalize a purchase in this situation still need to be contemplated.]
        PRF1 --> FMS2[F&MS Agreement]
        FMS2 --> Trust1[Trust sends Purchase Request Form to IESO]
        Trust1 --> SSA2[Sale & Service Agreement]
        SSA2 --> PRF2[Purchase Request Form]
        PRF2 --> IESO2[IESO sends back duly signed Purchase Request Form]
        IESO2 --> SSA3[Sale & Service Agreement]
        SSA3 --> DSRF[Duly signed Purchase Request Form]
        DSRF --> FMS3[F&MS Agreement]
        FMS3 --> OPG2[OPG borrows short-term on behalf of Trust]
        OPG2 --> CFA[Credit Facility Agreement]
        CFA --> STD[STD Lenders provide funds to Trust via Custodian]
        STD --> CA1[Custodial Agreement]
        CA1 --> F1[Funds for purchase ($)]
        F1 --> CA2[Custodial Agreement]
        CA2 --> TSD[Trust sends direction letter to pay IESO]
        TSD --> CL[Direction letter to pay IESO]
        CL --> CPI[Custodian pays IESO]
        CPI --> SSA4[Sale & Service Agreement]
        SSA4 --> F2[Funds for purchase ($)]
    end
    subgraph Month_T_Day_11_EOM [Month T (Day 11 - EOM)]
        OPG1
        PRF1
        FMS2
        Trust1
        SSA2
        PRF2
        IESO2
        SSA3
        DSRF
        FMS3
        OPG2
    end
    subgraph Month_T_1_Day_1_3_Execution [Month T+1 (Day 1 - 3) - Execution]
        CFA
        STD
        CA1
        F1
        CA2
        TSD
        CL
        CPI
        SSA4
        F2
    end
    subgraph Month_T_1_Day_10_Settlement [Month T+1 (Day 10) - Settlement]
        STD
        CA1
        F1
        CA2
        TSD
        CL
        CPI
        SSA4
        F2
    end

```

The diagram illustrates the Asset Purchase Cycle across four lanes: STD – Bank Facility, OPG, Custodian, and Trust, over four time periods: Month T (Day 10), Month T (Day 11 - EOM), Month T+1 (Day 1 - 3) - Execution, and Month T+1 (Day 10) - Settlement.

Month T (Day 10):

- OPG:** OPG decides on purchase amount for Trust.
- Trust:** Trust sends Purchase Request Form to IESO.
- IESO:** IESO informs Trust of current balance of Regulatory Asset Account.
- STD – Bank Facility:** STD Lenders provide funds to Trust via Custodian.

Month T (Day 11 - EOM):

- OPG:** OPG borrows short-term on behalf of Trust.
- Trust:** Trust sends direction letter to pay IESO.
- IESO:** IESO sends back duly signed Purchase Request Form.
- STD – Bank Facility:** STD Lenders provide funds to Trust via Custodian.

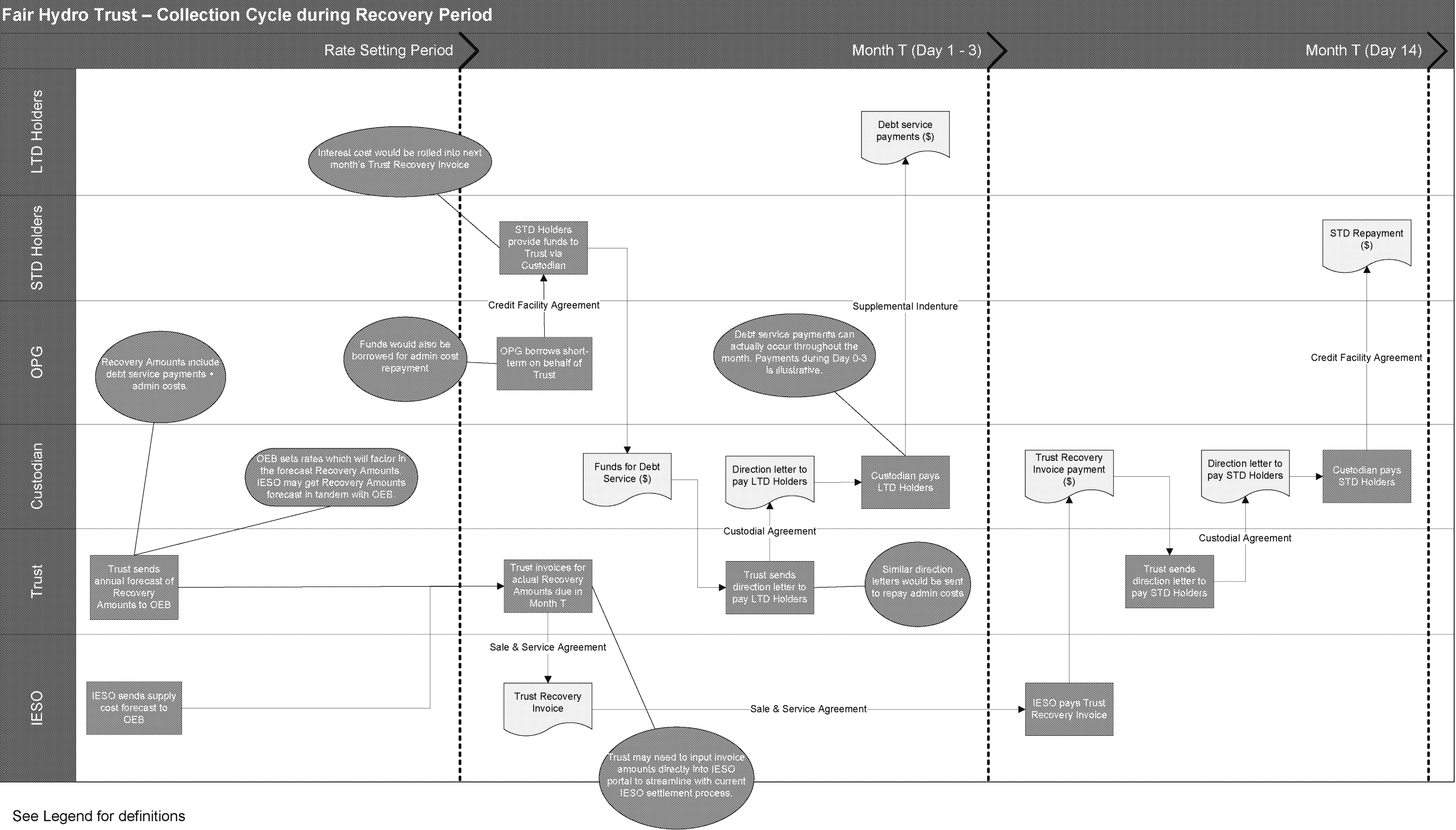
Month T+1 (Day 1 - 3) - Execution:

- OPG:** OPG borrows short-term on behalf of Trust.
- Trust:** Trust sends direction letter to pay IESO.
- IESO:** IESO sends back duly signed Purchase Request Form.
- STD – Bank Facility:** STD Lenders provide funds to Trust via Custodian.

Month T+1 (Day 10) - Settlement:

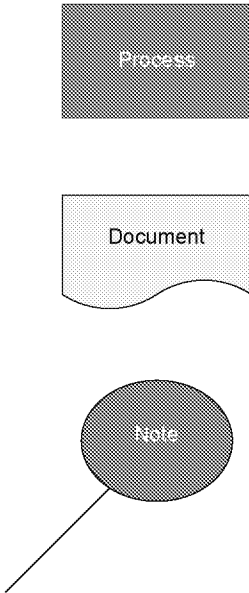
- OPG:** OPG borrows short-term on behalf of Trust.
- Trust:** Trust sends direction letter to pay IESO.
- IESO:** IESO sends back duly signed Purchase Request Form.
- STD – Bank Facility:** STD Lenders provide funds to Trust via Custodian.

See Legend for definitions



See Legend for definitions

Fair Hydro Trust Operation Cycles Legend



Days All days are business days

F&MS Financing & Management Services

EOM End of month

STD Short-term debt

LTD Long-term debt