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Private & Confidential

Ms. Kim Marshall
VP, Corporate Services & CFO
Independent Electricity System Operator (“IESO”)

120 Adelaide Street West Suite 1600
Toronto, ON
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February 14, 2018

Dear Madam:

In connection with the Government of Ontario’s Fair Hydro Plan, IESO has requested that KPMG LLP (“KPMG”) consent to the provision of a copy of our letter to IESO dated February 12, 2018 regarding the application of PSAS to the consolidation of a trust and to the recognition and derecognition of a variance account in relation to the Ontario Fair Hydro Plan Act, 2017 (the “Document”) to the Office of the Provincial Controller, Ontario Treasury Board Secretariat and their advisors at Ernst & Young LLP (collectively, the “Recipients”).

We are prepared to agree to IESO providing the Document to the Recipients subject to the Recipients agreeing to KPMG’s terms and conditions for such disclosure, and to your agreement to the terms of this letter.

IESO will accept the risk, and not hold KPMG responsible, if providing the Document to the Recipients directly or indirectly results in any actions, damages, claims, fines, penalties, complaints, demands, suits, proceedings, liabilities, costs, expenses, or losses (collectively “Claims”) against or to IESO.

In the event of any Claims by any third party against KPMG that directly or indirectly arise out of or relate to IESO providing a copy of the Document to the Recipients, IESO will indemnify and hold harmless KPMG from all such Claims, including without limitation, reasonable legal fees, except to the extent finally determined to have resulted from intentional, deliberate or fraudulent misconduct of KPMG.

For purposes of this letter, the term KPMG shall include its subsidiaries, its associated and affiliated entities and their respective current and former partners, directors, officers, employees, agents and representatives. This letter shall apply regardless of the form of the Claim, whether in contract, statute, tort (including, without limitation, negligence) or otherwise.

KPMG LLP is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG International”), a Swiss entity. KPMG Canada provides services to KPMG LLP.



Please indicate your acceptance to the terms of this letter by signing and returning a copy of this letter to the undersigned.

Yours very truly,

KPMG LLP

Michel Picard
Partner

We are in agreement with the terms of this letter agreement.

INDEPENDENT ELECTRICITY SYSTEM OPERATOR

by: _____
Signature: _____ Date: _____

Name: Ms. Kim Marshall
Title: VP, Corporate Services & CFO