FAIR HYDRO TRUST

PRIVATE PLACEMENT OF
●% SENIOR NOTES DUE MAY 15, 2038, SERIES 2018-2

DUE DILIGENCE QUESTIONS

April 19, 2018 at 9:30 a.m. (Toronto time)

Held via Teleconference
Toll Free (North America): 1-866-862-7871
Local: 416-343-4295
Access code: 3789127#

For the purposes of this due diligence session, references to the "**Issuer**" refer to Fair Hydro Trust, references to "**IESO**" refer to Independent Electricity System Operator, as transferor and servicer, and references to "**OPG**" refer to Ontario Power Generation Inc., as Manager of the Issuer or as Financial Services Manager, as applicable.

The following is a list of supplemental questions to be answered on a due diligence call to be held in connection with the private placement (the "**Offering**") of ●% senior notes due May 15, 2038, Series 2018-2 (the "**Series 2018-2 Senior Notes**") of the Issuer. The "**Series 2018-1 Due Diligence Session**" means the due diligence session previously held by conference call on January 22, 2018 with representatives of the Issuer and OPG and its external legal counsel, IESO, and the Agents and their legal counsel in connection with an offering of 3.357% Senior Notes due May 15, 2033, Series 2018-1 (the "**Series 2018-1 Senior Notes**") of the Issuer.

Capitalized terms used but not defined herein have the meanings ascribed to them in the Confidential Shelf Offering Memorandum dated January 22, 2018 (including, for greater certainty, the updated Investor Presentation appended thereto) (the "**Shelf Offering Memorandum**"), as supplemented by a Term Sheet relating to the Series 2018-2 Senior Notes (the "**Term Sheet**" and collectively with the Shelf Offering Memorandum, the "**Offering Memorandum**") circulated to the Agents for the purposes of this call.

Due diligence is an ongoing process that will continue until the closing of the Offering and the Agents reserve the right to continue their due diligence after reviewing documents and materials subsequently provided by or obtained from the Issuer, IESO and OPG, and based upon the responses provided to the following questions. Additionally, should any of your answers to the following questions change between the time of this due diligence session and the closing of the Offering, please promptly inform the Agents. This outline of questions is intended to highlight areas for discussion and should not be viewed as exhaustive. The Agents may ask additional or ancillary questions.

Participants

Fair Hydro Trust	John Lee, VP Treasurer Lubna Ladak, VP Fair Hydro Plan Clara Greco, Senior Counsel
Ontario Power Generation Inc.	John Lee, VP Treasurer Lubna Ladak, VP Fair Hydro Plan Clara Greco, Senior Counsel
Independent Electricity System Operator	Kim Marshall
CIBC World Markets Inc.	Donnie Persaud Andrew Maciel Sunil Adalja
RBC Dominion Securities Inc.	Nur Khan Ian Benaiah Brent Taylor Harman Malhi
Goldman Sachs Canada Inc.	Katrina Niehaus Brian Delaney
BMO Nesbitt Burns Inc.	
Scotia Capital Inc.	
National Bank Financial Inc.	
TD Securities Inc.	
Morgan Stanley Canada Limited	
HSBC Securities (Canada) Inc.	
Laurentian Bank Securities Inc.	
Desjardins Securities Inc.	
Casgrain & Company Limited	

(collectively, the "**Agents**")

Torys LLP ("**Torys**") (Counsel to the Issuer and OPG)	Rima Ramchandani Michael Feldman Nina Mansoori Brett Saulnier
Osler, Hoskin & Harcourt LLP (Counsel to the Agents)	Rick Fullerton Amelia Miao

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I. QUESTIONS FOR REPRESENTATIVES OF OPG AND THE ISSUER

A. General

(Questions 1 to 6 in this section are to be answered by each of the representatives of OPG and the Issuer in attendance on the call.)

1. Would each representative of OPG and the Issuer in attendance please state his/her name and position with OPG and/or the Issuer.

2. Have you read the Offering Memorandum?

3. To the best of your knowledge, does the disclosure in the Offering Memorandum contain a misrepresentation as defined in applicable Canadian securities laws?

4. Has anything been omitted from the Offering Memorandum that, in your view, should not be omitted so that a reader is not misled about any aspect of the affairs of the Issuer or OPG or the Offering which you feel may significantly affect, or would reasonably be expected to have a significant effect, on the market price or value of the Series 2018-2 Senior Notes?

5. Please confirm that the intended use of proceeds from the sale of the Series 2018-2 Senior Notes is accurately described in the Offering Memorandum.

6. Are there any significant risk factors or investment considerations regarding the Issuer, OPG or the Series 2018-2 Senior Notes that are not described or properly described in the Offering Memorandum?

B. Offering of Series 2018-2 Senior Notes and the Offering Memorandum

1. Have all necessary internal and external approvals required of the Issuer and OPG to proceed with the Offering of Series 2018-2 Senior Notes been obtained?

2. Please confirm that the anticipated ratings of the Series 2018-2 Senior Notes are as follows:

   (a) DBRS Limited: AAA(sf)

   (b) Moody's Investor Services, Inc: Aa2(sf)

3. Please advise as to the status of each of the ratings above (i.e., which ratings have been received to date and whether those ratings are preliminary or final). Are you aware of any anticipated changes in these ratings or the Issuer's securities ratings (existing Series 2018-1 Notes or otherwise)?

4. To the best of your knowledge, are there any undisclosed material facts concerning OPG, the Issuer or the Offering that when disclosed would reasonably result in a change in the ratings assigned or expected to be assigned to the Series 2018-2 Senior Notes by the ratings agencies?

5. Please confirm that the Series 2018-2 Senior Notes will be Approved Obligations under the Change of Law Protection Agreement and OPG has or will deliver the adherence compliance certificate for this Offering of Series 2018-2 Senior Notes required pursuant to the Change of Law Protection Agreement.

6. Are you aware of any circumstances, not described in the Offering Memorandum, which could limit the ability of the Issuer to repay the Series 2018-2 Senior Notes in full?

7. Please describe the expected amounts to be funded by OPG by its subscription for subordinated notes and junior subordinated notes of the Issuer concurrently with this Offering of Series 2018-2 Senior Notes or otherwise, and the source and nature of those funds.

8. Have you reviewed the responses of OPG and the Issuer provided to the questions asked during the Series 2018-1 Due Diligence Session?

9. Please confirm that the answers provided by OPG and the Issuer to the questions asked at the Series 2018-1 Due Diligence Session (other than changes or updates previously discussed in response to questions 1 to 8 above) remain the same if they were asked today. If there are any updates or revisions to OPG or the Issuer's responses, please explain.

10. Is there any additional information, or are there any other matters that we have not discussed today, which you are aware of and which you believe might be material with respect to the Issuer or in the context of the Offering of Series 2018-2 Senior Notes that should be brought to the attention of the Agents?

II. QUESTIONS FOR REPRESENTATIVES OF IESO

A. General

1. Would each representative of the IESO in attendance please state his/her name and position.

2. Have you read the Offering Memorandum? To the best of your knowledge, does the disclosure in the Offering Memorandum under the headings "The Electricity Industry in Ontario" and "Transferor and Servicer" contain a misrepresentation as defined in applicable Canadian securities laws, or has anything been omitted from such sections of the Offering Memorandum that, in your view, should not be omitted so that a reader is not misled about any aspect of the electricity industry in Ontario or the affairs of IESO which you feel may significantly affect, or would reasonably be expected to have a significant effect, on the market price or value of the Series 2018-2 Senior Notes?

3. Is there any additional information relating to IESO that you are aware of and which you believe might be material in the context of the Offering of Series 2018-2 Senior Notes that should be brought to the attention of the Agents?

4. Have you reviewed the responses of the IESO provided to the questions asked during the Series 2018-1 Due Diligence Session?

5. Please confirm that the answers provided by the IESO to the questions asked at the Series 2018-1 Due Diligence Session (other than changes or updates previously discussed in response to questions 1 to 4 above) remain the same if they were asked today. If there are any updates or revisions to the IESO's responses, please explain.

III. QUESTIONS FOR TORYS

1. Would each representative of Torys in attendance please state his/her name and position.

2. Have you read the Offering Memorandum?

3. Has anything come to your attention in the course of acting for the Issuer and OPG that would cause you to believe that the Offering Memorandum contains a misrepresentation?

4. Have you reviewed the responses of Torys provided to the questions asked during the Series 2018-1 Due Diligence Session?

5. Please confirm that the answers of Torys to the questions asked at the Series 2018-1 Due Diligence Session (other than changes or updates previously discussed in response to questions 1 to 4 above) remain the same if they were asked today.

6. Please confirm that you will be able to deliver the requisite legal opinions on closing of the Offering covering the usual matters expected of counsel to the Issuer and OPG?