Questions from Ministry of Finance/OFA Regarding IESO Indemnity Agreement – For IESO Input - ONFHP

1. Could you please provide specific concerns/scenarios for which IESO or its directors, officers and employees may become liable and which the indemnity is intended to cover? You have provided examples which are related to financing mostly. Are there any other activities? Who would be most likely to sue: investors, what about other groups?

2. Please provide more detail on the type of insurance that IESO has to cover these risks? i.e. directors and officers insurance? Insurance for employees through employment contracts?

3. Currently, IESO collects payments from ratepayers via LDCs, so are there any new processes required as a result of implementing FHP? If so, what are new processes need to be in place that will increase IESO's business risk?

4. Has IESO given a standard indemnity to its directors and officers that would be called upon first before the indemnity from the Province? What about employees – are they provided an indemnity through their existing employment contracts?

5. It is mentioned that IESO management view their participation under the OFHP Act as "…outside their typical business activities and corporate mandate". However, the legislation is specifically adding these activities as objects and activities of the companies? Wouldn't IESO's other corporate documents be updated to reflect their role in OFHP? Would this potentially affect accounting?