Message

From:	Lisa DeMarco [Lisa@demarcoallan.com]
Sent:	21/12/2017 2:03:02 PM
To:	KING Catriona -OFFCORPSEC [catriona.king@opg.com]
CC:	Ani Hotoyan-Joly [ani@coventree.ca]; Yezdi Pavri [ypavri@retired.deloitte.ca]; George Lewis [m.george.lewis@gmail.com]; Jim Reinsch [ejreinsch@aol.com]; John Herron [johnnyfish711@gmail.com]; Wendy Kei [wkei@rogers.com]; Gerry Phillips [gerryphillips@rogers.com]; LYASH Jeffrey -PRESIDENT [jeffrey.lyash@opg.com]; Bill Coley [bcoley1@carolina.rr.com]; Peggy Mulligan [peggy.mulligan120@gmail.com]; JP Gladu [jpgladu@ccab.com]; Bernard Lord [bernardlord@outlook.com]; Joe Sheppard [jamesjsheppard@prodigy.net]; HARTWICK Ken -FINANCE [ken.hartwick@opg.com]; MATHIAS Carlton -OFFCORPSEC [carlton.mathias@opg.com]
Subject:	EXTERNAL – Re: OPG: Fair Hydro Trust - $1.2B Acquisition and Funding Closed

Very, very impressive. Jeff, i hope that you crack open the bubbly w the team!

L.

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On Dec 21, 2017, at 1:09 PM, KING Catriona -OFFCORPSEC <catriona.king@opg.com> wrote:

> To: OPG Board of Directors
>
> Please see attached note describing the Fair Hydro Trust's first purchase of the IESO's regulatory asset and unofficial credit ratings on the Trust's senior debt. We will provide further update to the January 4th special meeting of the Audit and Risk Committee.
>
> thx
> Catriona King
> Vice President, Corporate Secretary
> Ontario Power Generation
>
> Sent with BlackBerry Work
> (www.blackberry.com
>
> From: LEE John -TREASURY <john.s.lee@opg.com<mailto:john.s.lee@opg.com>>
> Date: Thursday, Dec 21, 2017, 11:31 AM
> Subject: Fair Hydro Trust - $1.2B Acquisition and Funding Closed

To FHT Management Oversight Committee Members:

We are pleased inform you that the Fair Hydro Trust's first purchase of the IESO's regulatory asset was successfully executed this morning after DBRS provided the short-term debt rating yesterday of R1-High (highest rating category for short-term debt) which enabled the banks to provide their share of funding to the Trust. A total of $1.18 billion was funded by the following:

* 51% or $601M from short-term warehouse facility with a bank syndicate comprised of CIBC, RBC, and Goldman Sachs
* 44% or $519M from the Province's equity injection in exchange for 12.2 million Class A shares
* 5% or $59M from OPG

Redacted - Commercially Sensitive

John

John Lee | Vice President Treasurer |
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