Reference: Application, Schedule 1, pages 3 and 4. 1 Q. 2 Will Hydro be limiting the availability of non-firm energy to the TwinCo and Recapture blocks? 3 Over both short and long-term horizons, how are Muskrat Falls assets expected to be used to 4 provide non-firm service? 5 6 At this time, the TwinCo¹ and Recapture Blocks are sufficient to supply the amount of capacity 7 A. 8 that Newfoundland and Labrador Hydro ("Hydro") is currently proposing to make available on a 9 non-firm basis to customers on the Labrador Interconnected System. 10 In the event that future transmission expansions enable increased deliveries to non-firm customers that exceed the TwinCo and Recapture Blocks, Hydro would propose the charge to 11 12 supply the non-firm energy would continue to be based on the incremental cost to supply the non-firm energy. Please refer to Hydro's response to NP-NLH-012 of this proceeding. 13

¹ Twin Falls Power Corporation Limited ("TwinCo").