Q. **Reference: Volume I, Section 4.2, Issue Topic: Rate Mitigation**

Please provide details of any benefits associated with energy produced by Muskrat Falls not being provided to customers.

A. Energy produced by Muskrat Falls not required to meet customer load can benefit customers through:

- The ability to monetize NLH Deferred Energy through export sales, with the full benefit provided to customers;
- The ability to defer unused energy for future customer load requirements;
- Earnings from Residual Block Energy sales in excess of Newfoundland and Labrador Hydro ("Hydro") Regulated's monetized deferred energy requirements, which accrue to Hydro (non-regulated) through dividends, and may support rate mitigation initiatives; and
- Energy provided to Emera Incorporated to satisfy Nova Scotia Block commitments made in exchange for construction, operation and maintenance of the Maritime Link and transfer of ownership to Hydro at the end of the 35-year contract term, which provides access to energy import and export market opportunities.