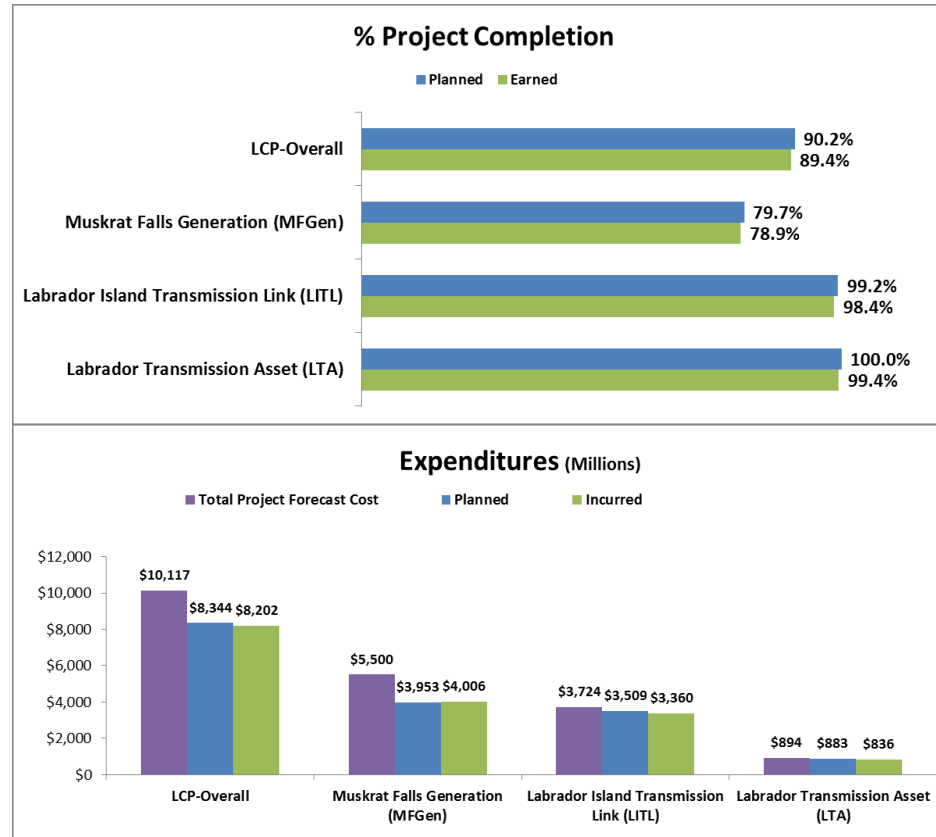


Muskrat Falls Project Oversight Committee

January Reporting
February 22, 2018

January 2018 Project Progress

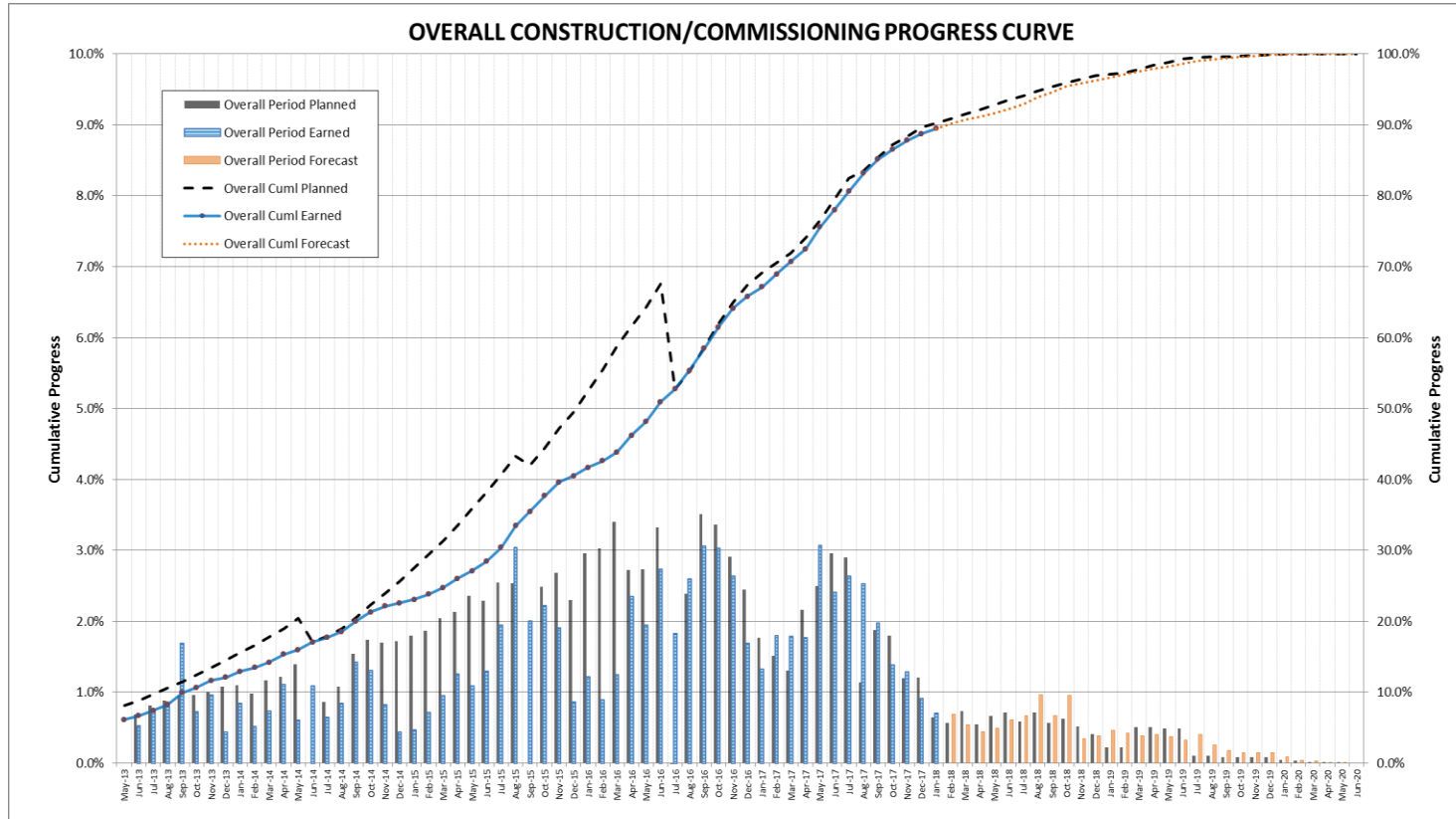


Project Progress

Muskrat Falls Project Progress at January 2018

<u>January 2018</u>	<u>Weight Factor</u> %	<u>January 2018 Cumulative %</u>			<u>December 2017 Variance</u>
		<u>Planned</u>	<u>Earned</u>	<u>Variance</u>	
Sub-Project	A	B	C	D = C - B	E
Muskrat Falls Generation (MFGGen)	46.3%	79.7%	78.9%	-0.8%	-1.1%
Labrador Island Transmission Link (LITL)	43.9%	99.2%	98.4%	-0.8%	-0.7%
Labrador Transmission Asset (LTA)	9.8%	100.0%	99.4%	-0.6%	-0.8%
Muskrat Falls Project - Overall	100.0%	90.2%	89.4%	-0.8%	-0.9%

Overall Progress Curve



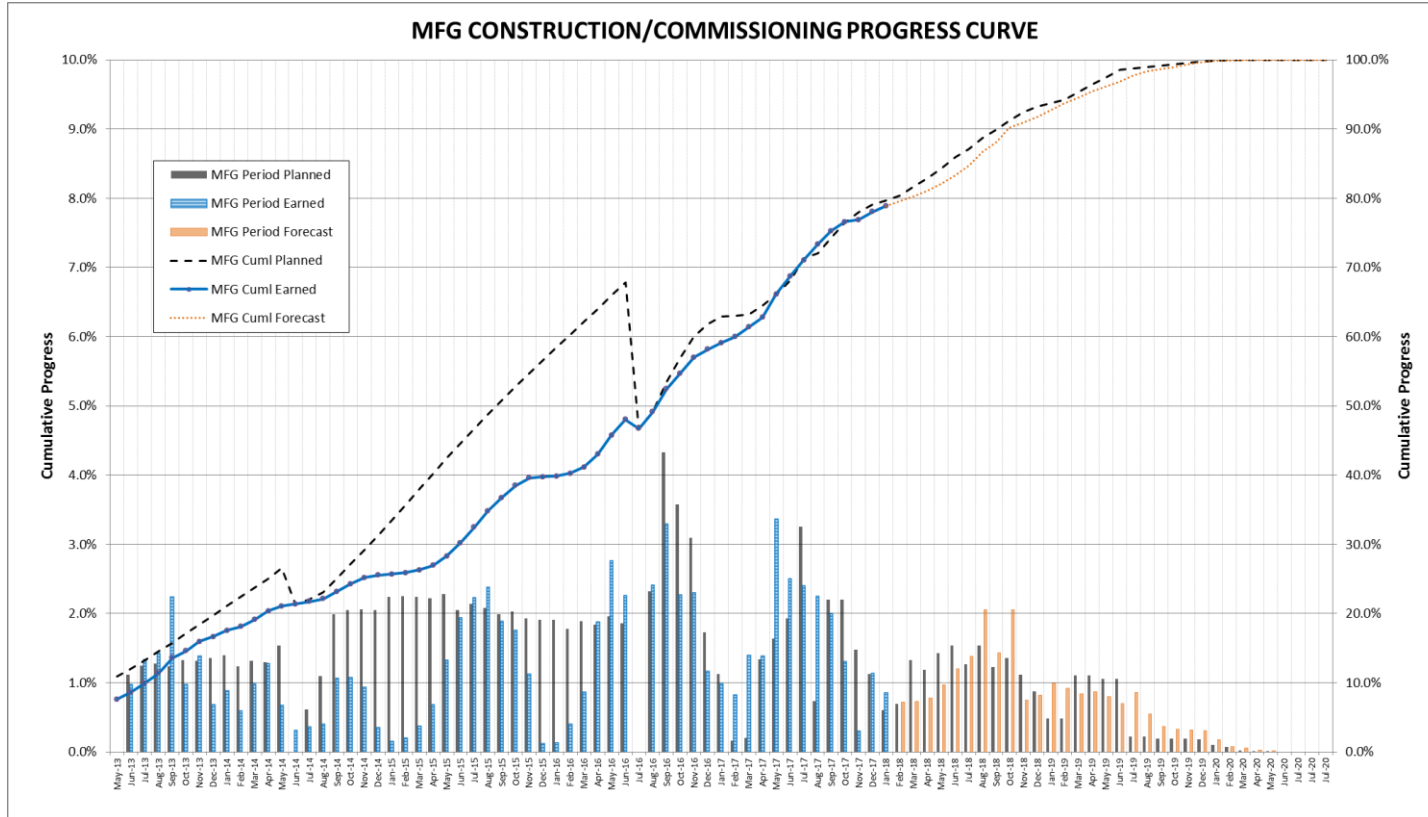
Earned Progress

MF Generating Facility

<u>January 2018</u>	Weight Factor %	January 2018 Cumulative %			<u>December 2017</u>
		<u>Plan</u>	<u>Earned</u>	<u>Variance</u>	<u>Variance</u>
<i>Sub-Project</i>	A	B	C	D = C - B	E
MFG Road/Camp/Constr. Power	8.9%	100.0%	100.0%	0.0%	0.0%
MFG Reservoir Preparation	5.8%	100.0%	100.0%	0.0%	0.0%
MFG Spillway & Gates	12.2%	94.0%	85.5%	-8.5%	-8.0%
MFG North Spur Stabilization	3.9%	100.0%	100.0%	0.0%	0.0%
MFG North Dam	5.7%	64.6%	57.3%	-7.3%	-7.3%
MFG Powerhouse & Intake	61.3%	71.8%	72.9%	1.1%	0.5%
MFG South Dam	1.1%	100.0%	99.2%	-0.8%	-0.8%
MFG Misc:Eng/ 315kV/Site Rest./logistic	1.1%	78.0%	75.5%	-2.5%	-2.5%
MFGGen - Overall	100.0%	79.7%	78.9%	-0.8%	-1.1%

Progress Curve

MF Generating Facility



Earned Progress

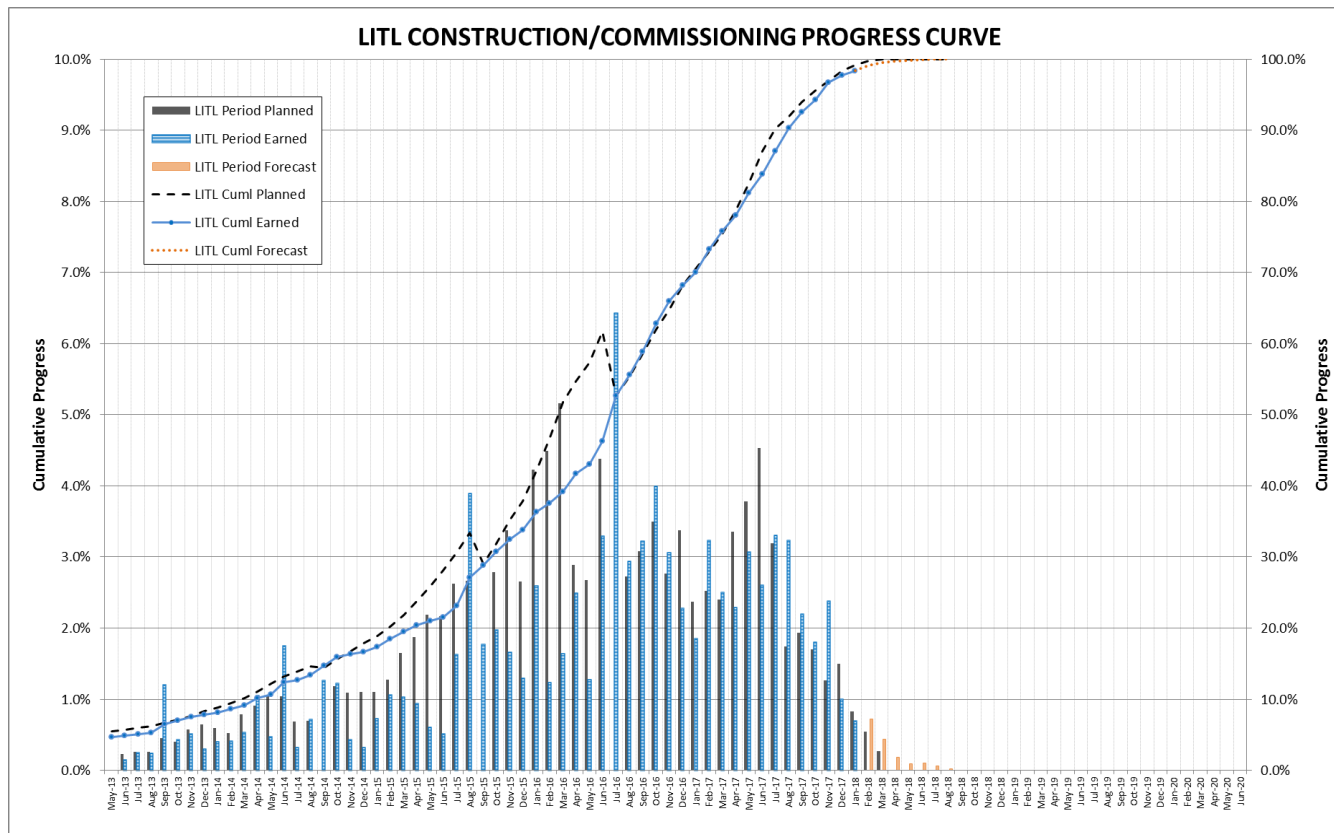
Labrador Island Transmission Link



<u>January 2018</u>	Weight	<u>January 2018 Cumulative %</u>			<u>December 2017</u>
	<u>Factor %</u>	<u>Plan</u>	<u>Earned</u>	<u>Variance</u>	<u>Variance</u>
<i>Sub-Project</i>	A	B	C	D = C - B	E
LITL Muskrat Falls Converter	6.1%	99.8%	90.7%	-9.1%	-11.9%
LITL Soldiers Pond Converter	5.5%	99.1%	92.6%	-6.5%	-8.8%
LITL HVdc Transmission Line Seg 1/2	26.8%	100.0%	100.0%	0.0%	0.0%
LITL HVdc Transmission Line Seg 3/4/5	34.2%	97.9%	100.0%	2.1%	3.9%
LITL Electrode Sites	0.8%	100.0%	98.4%	-1.6%	-3.7%
LITL Transition Compounds	1.7%	98.0%	95.5%	-2.5%	-7.2%
LITL SOBI Cable Crossing	17.7%	100.0%	100.0%	0.0%	0.0%
LITL Soldiers Pond Switchyard	2.7%	100.0%	100.0%	0.0%	0.0%
LITL Soldiers Pond Sync. Condensers	3.1%	100.0%	87.5%	-12.5%	-14.4%
LITL Misc	1.4%	100.0%	87.3%	-12.7%	-16.1%
LITL- Overall	100.0%	99.2%	98.4%	-0.8%	-0.7%

Progress Curve

Labrador Island Transmission Link



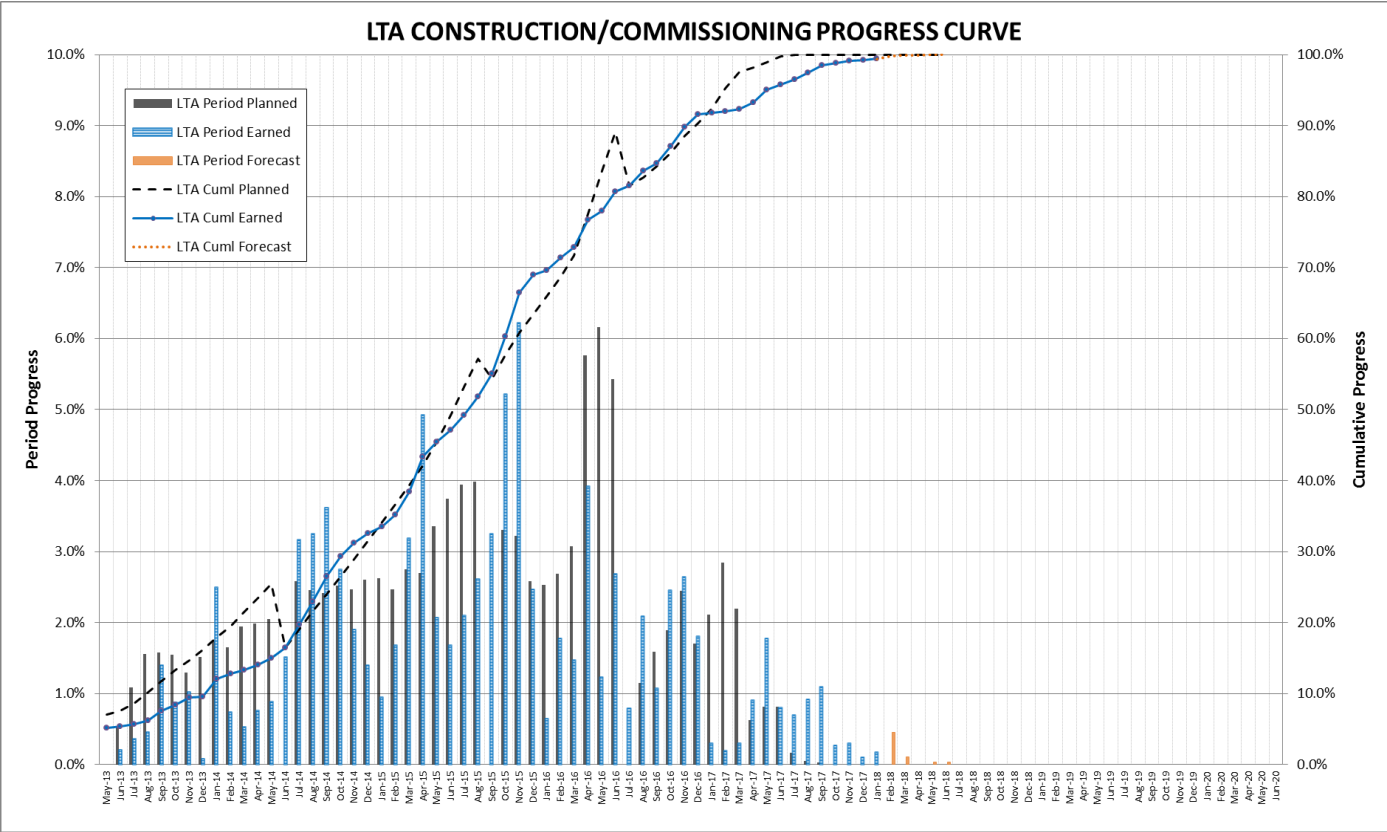
Earned Progress

Labrador Transmission Assets



<u>January 2018</u>	Weight	<u>January 2018 Cumulative %</u>			<u>December</u>
	<u>Factor %</u>	<u>Plan</u>	<u>Earned</u>	<u>Variance</u>	<u>2017 Variance</u>
Sub-Project	A	B	C	D = C - B	E
LTA HVac Transmission Line Seg1/2 - MF to CF	62.8%	100.0%	100.0%	0.0%	0.0%
LTA Churchill Falls Switchyard	21.7%	100.0%	99.9%	-0.1%	-0.5%
LTA Muskrat Falls Switchyard	13.4%	100.0%	96.1%	-3.9%	-4.6%
LTA Misc	2.1%	100.0%	96.3%	-3.7%	-3.7%
LTA - Overall	100.0%	100.0%	99.4%	-0.6%	-0.8%

Progress Curve Labrador Transmission Assets



Project Costs

Muskrat Falls Project Costs at January 2018 (\$000's)

Muskrat Falls Project: Sub-Project	Percentage of Total Budget	Project Budget at June 2017	Planned Costs as of January 2018	Incurred Costs as of January 2018	Percentage of Budget Incurred	Variance Planned vs. Incurred Costs	Variance as % of Planned Costs	Project Forecast Cost
Muskrat Falls Generating Facility	54.36%	\$5,500,056	\$3,952,692	\$4,006,076	72.8%	\$53,384	1.4%	\$5,500,056
Labrador-Island Transmission Link	36.81%	\$3,723,716	\$3,508,719	\$3,359,793	90.2%	(\$148,926)	-4.2%	\$3,723,716
Labrador Transmission Assets	8.83%	\$893,556	\$882,504	\$836,384	93.6%	(\$46,120)	-5.2%	\$893,556
Total	100.0%	\$10,117,328	\$8,343,915	\$8,202,253	81.1%	(\$141,662)	-1.7%	\$10,117,328

Final Forecast Cost unchanged from June 2017 AFE

Contingency Allocation

Contingency Budget at January 2018 (\$ 000's)

	Project Budget June 2017	Project Forecast Cost December 2017	Project Forecast Cost January 2018	Change from Previous Period	Variance PFC from Budget
Muskrat Falls: Sub-project					
Muskrat Falls Generating Facility	\$226,400	\$203,069	\$185,309	(\$17,760)	(\$41,091)
Labrador-Island Transmission Link	\$102,750	\$130,462	\$137,938	\$7,476	\$35,188
Labrador Transmission Assets	\$10,012	\$6,179	\$7,112	\$933	(\$2,900)
Total Project	\$339,162	\$339,710	\$330,359	(\$9,351)	(\$8,803)