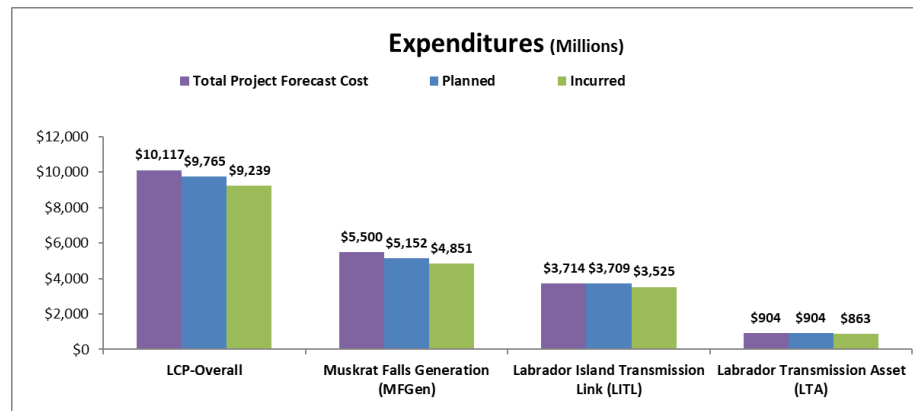
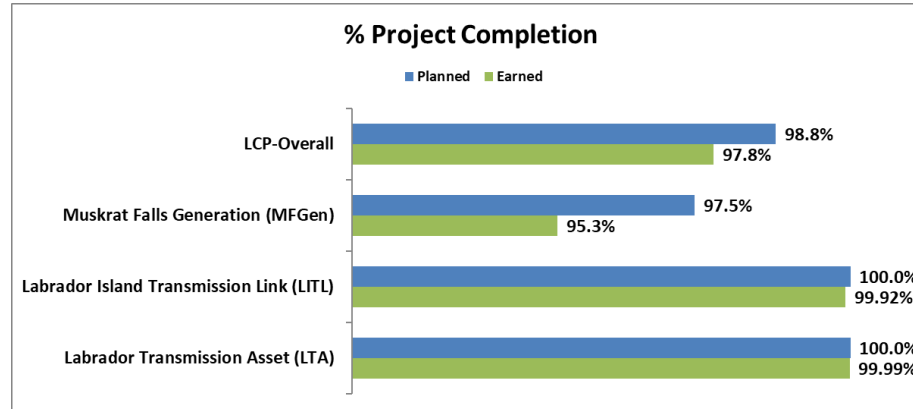


**Muskrat Falls Project
Oversight Committee
May Reporting
July 9, 2019**

May 2019 Project Progress

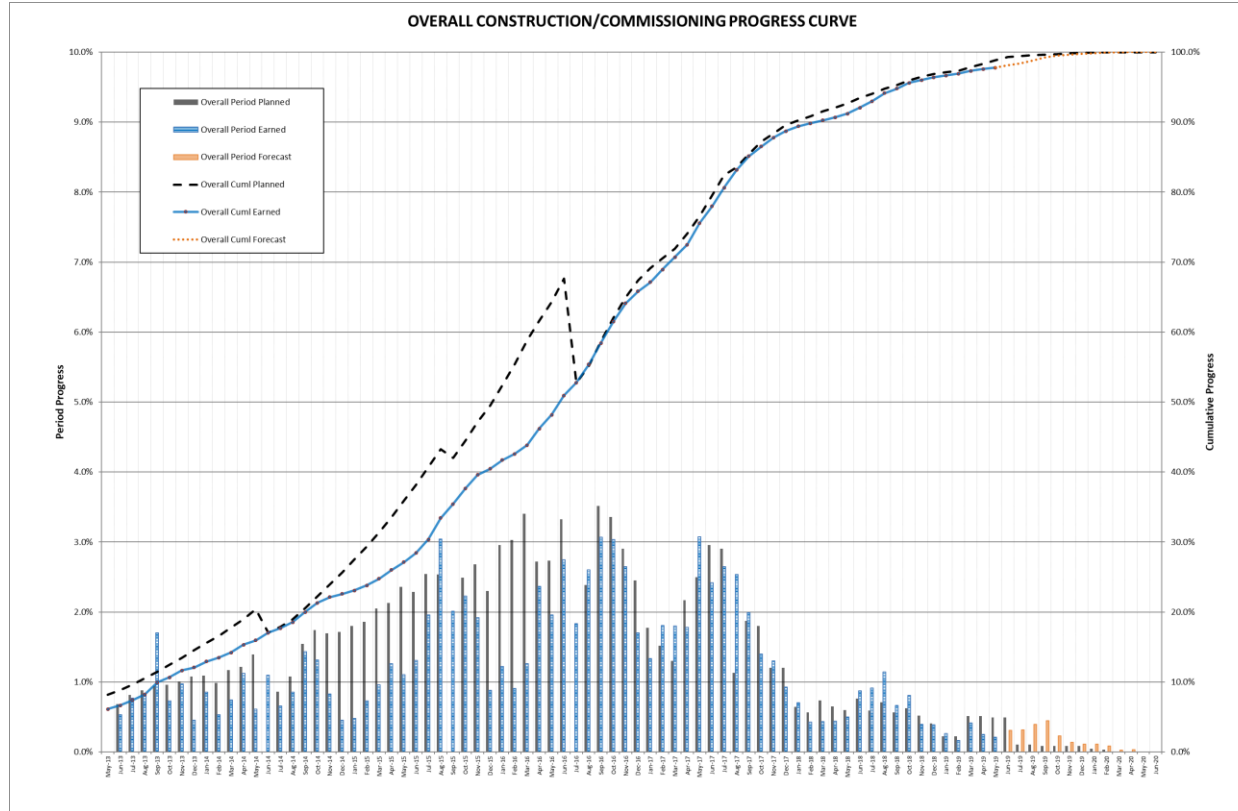


Project Progress

Muskrat Falls Project Progress at May 2019

<u>May 2019</u>	<u>Weight Factor %</u>	<u>May 2019 Cumulative %</u>			<u>April 2019 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%	97.5%	95.3%	-2.2%	-1.5%
Labrador Island Transmission Link (LITL)	43.9%	100.0%	99.92%	-0.08%	-0.1%
Labrador Transmission Asset (LTA)	9.8%	100.0%	99.99%	-0.01%	-0.03%
Muskrat Falls Project - Overall	100.0%	98.8%	97.8%	-1.0%	-0.8%
*Adjusted for planned delay to rollway installation		98.4%	97.8%	-0.6%	

Overall Progress Curve



Earned Progress

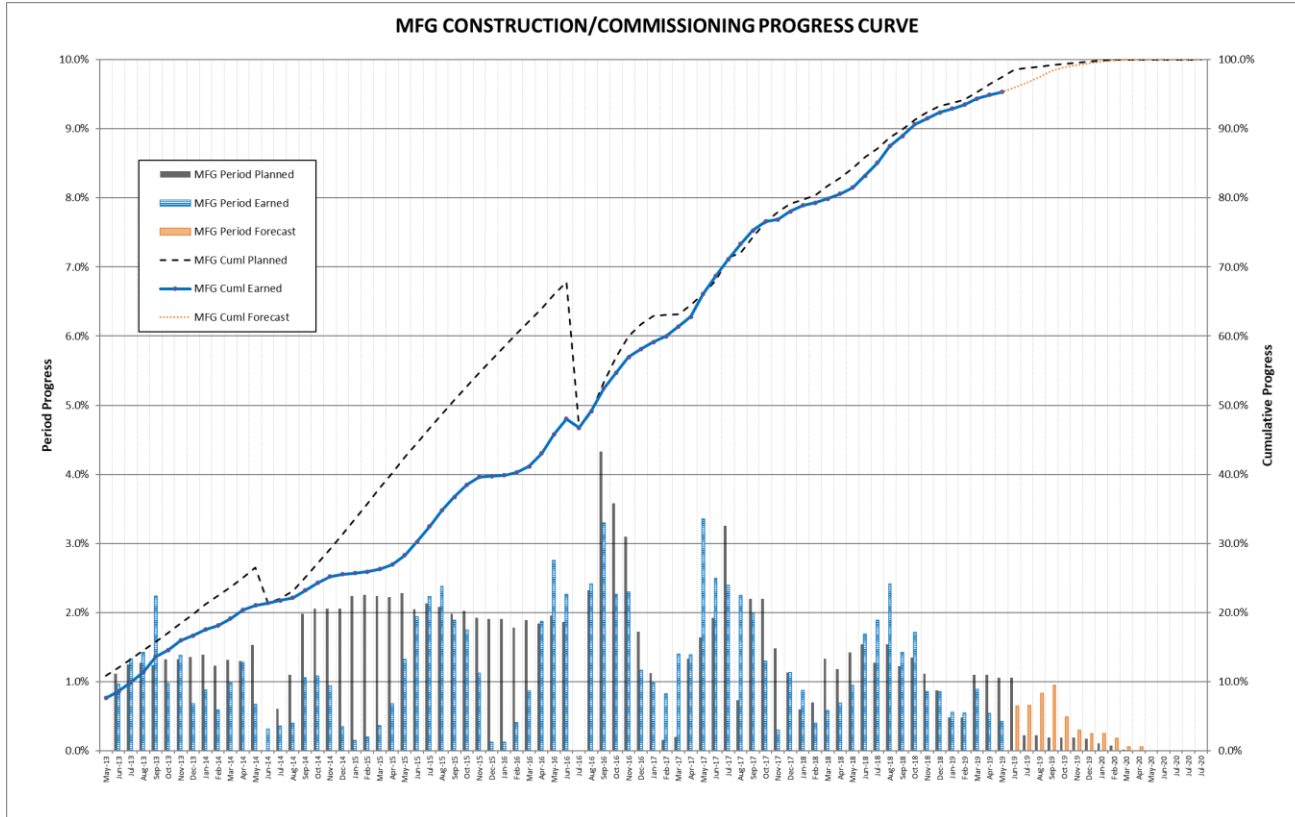
MF Generating Facility

<u>May 2019</u>	Weight Factor %	May 2019 Cumulative %			<u>April 2019</u> <u>Variance</u>
		<u>Plan</u>	<u>Earned</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%	100.0%	91.4%	-8.6%	-8.6%
MFG North Spur Stabilization	3.9%	100.0%	100.0%	0.0%	0.0%
MFG North Dam	5.7%	100.0%	100.0%	0.0%	0.0%
MFG Powerhouse & Intake	61.3%	96.1%	94.2%	-1.9%	0.8%
MFG South Dam	1.1%	100.0%	100.0%	0.0%	0.0%
MFG Misc:Eng/ 315kV/Site Rest./logistic	1.1%	90.3%	91.8%	1.5%	-1.1%
MFGGen - Overall	100.0%	97.5%	95.3%	-2.2%	-1.5%

* MFGGen - Overall adjusted for rollway installation schedule 96.5% 95.3% -1.2%

Progress Curve

MF Generating Facility



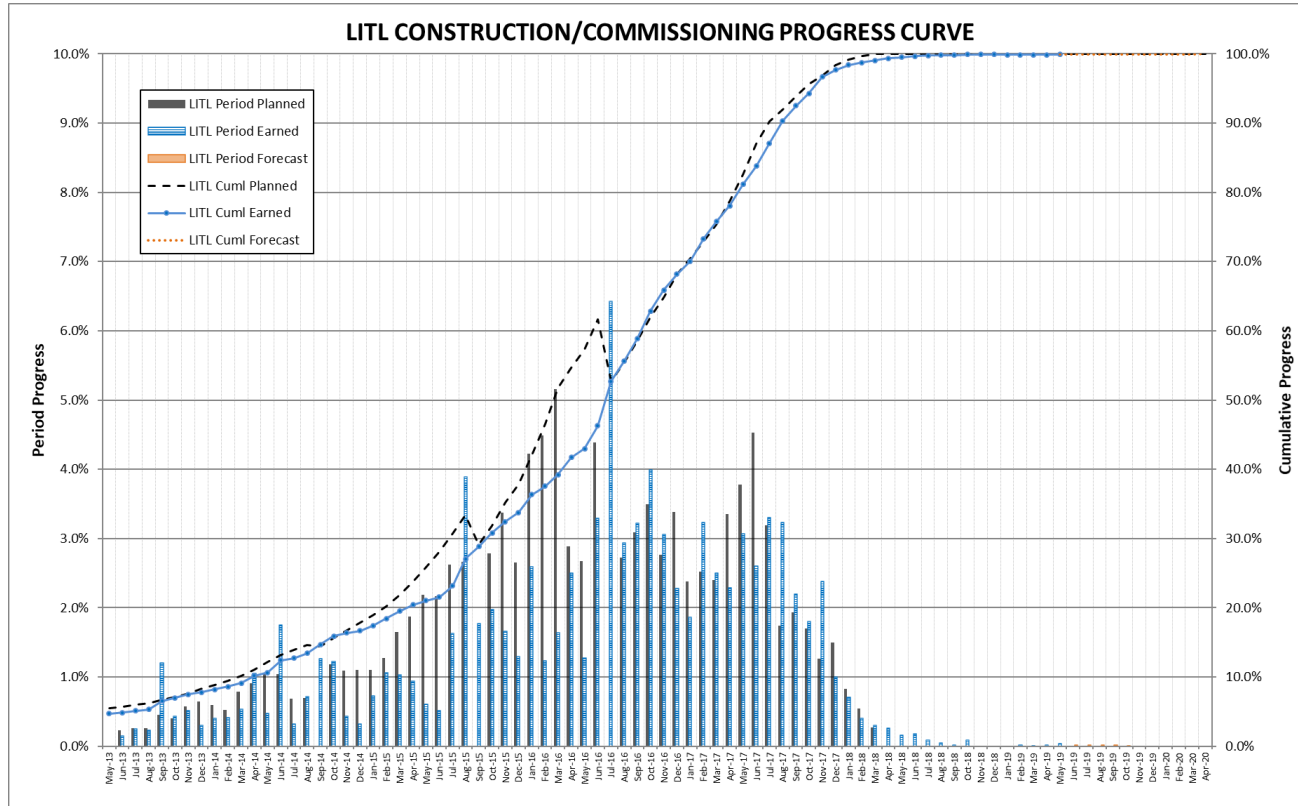
Earned Progress

Labrador Island Transmission Link



<u>May 2019</u>	Weight	May 2019 Cumulative %			April 2019
	Factor %	Plan	Earned	Variance	Variance
<i>Sub-Project</i>	A	B	C	D = C - B	E
LITL Muskrat Falls Converter	6.1%	100.0%	99.5%	-0.5%	-0.8%
LITL Soldiers Pond Converter	5.5%	100.0%	99.30%	-0.7%	-0.7%
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%	100.0%	100.0%	0.0%	0.0%
LITL Electrode Sites	0.8%	100.0%	100.0%	0.0%	0.0%
LITL Transition Compounds	1.7%	100.0%	100.0%	0.0%	0.0%
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%	99.7%	-0.3%	-0.4%
LITL Misc	1.4%	100.0%	99.95%	0.0%	-1.1%
LITL- Overall	100.0%	100.0%	99.92%	-0.08%	-0.11%

Progress Curve Labrador Island Transmission Link



Earned Progress

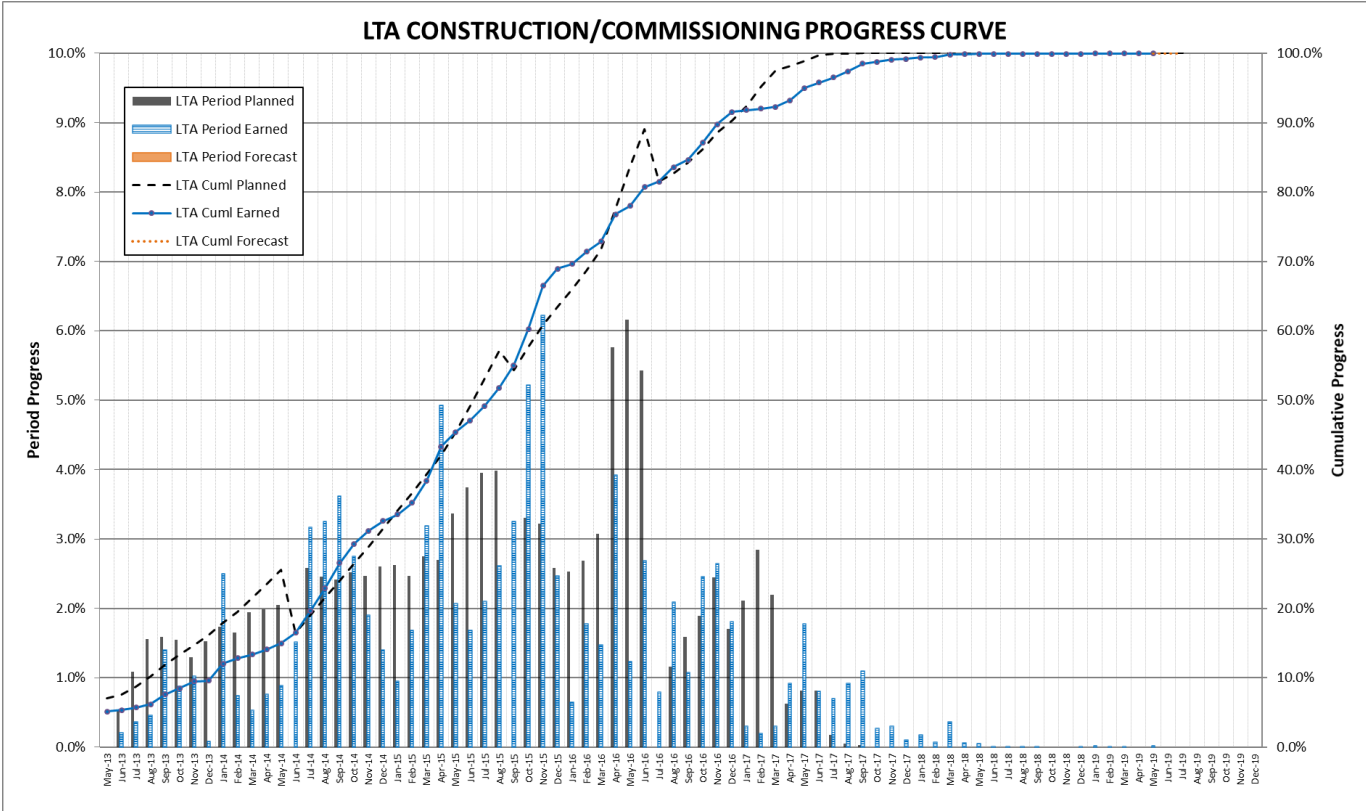
Labrador Transmission Assets



<u>May 2019</u>	Weight	May 2019 Cumulative %			<u>April 2019</u> <u>Variance</u>
	<u>Factor %</u>	<u>Plan</u>	<u>Earned</u>	<u>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%	100.0%	0.0%	0.0%
LTA Muskrat Falls Switchyard	13.4%	100.0%	99.97%	-0.03%	0.0%
LTA Misc	2.1%	100.0%	99.57%	-0.43%	-1.4%
LTA - Overall	100.0%	100.0%	99.99%	-0.01%	0.0%

Progress Curve

Labrador Transmission Assets



Project Costs

Muskrat Falls Project Costs at May 2019 (\$000's)

Muskrat Falls Project: Sub-Project	Percentage of Total Budget	Project Budget at June 2017 (LTA and LITL Contingency amended in March 2018)	Planned Costs as of May 2019	Incurred Costs as of May 2019	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	\$5,152,024	\$4,851,099	88.2%	(\$300,925)	-5.8%	\$5,500,056
Labrador-Island Transmission Link	36.71%	\$3,713,716	\$3,709,039	\$3,525,038	94.9%	(\$184,001)	-5.0%	\$3,713,716
Labrador Transmission Assets	8.93%	\$903,556	\$903,556	\$862,595	95.5%	(\$40,961)	-4.5%	\$903,556
Total	100.0%	\$10,117,328	\$9,764,619	\$9,238,732	91.3%	(\$525,887)	-5.4%	\$10,117,328

Overall Final Forecast Cost unchanged from June 2017 AFE. Additional Risks (\$170-370 Million), Astaldi Claim (up to \$800 Million) not included.

Contingency Allocation

Contingency Budget at May 2019 (\$ 000's)

Musk rat Falls	Project Budget June 2017 and amended March 2018	Project Forecast Cost April 2019	Project Forecast Cost May 2019	Change from Previous Period	Variance PFC from Budget
Total Project	\$339,162	\$155,546	\$144,138	(\$11,408)	(\$195,024)