

Agreed-Upon Procedures Report

To Management of the Project:

Purpose of this Agreed-Upon Procedures Report

Our report is solely for the purpose of assisting the Lower Churchill Project (the "Project"), which includes Muskrat Falls Corporation, Labrador Transmission Corporation, Labrador-Island Link Limited Partnership and Lower Churchill Management Corporation (hereinafter referred to as the "Companies"), complete specified procedures on the capital expenditures of the Companies for the year ended December 31, 2021, as per the letter from the Government of Newfoundland and Labrador Muskrat Falls Oversight Committee dated July 31, 2014 and may not be suitable for another purpose.

Responsibilities of the Engaging Party

The Project has acknowledged that the agreed-upon procedures are appropriate for the purpose of the engagement.

The Project is responsible for the subject matter on which the agreed-upon procedures are performed.

Practitioner's Responsibilities

We have conducted the agreed-upon procedures engagement in accordance with the Canadian Standard on Related Services (CSRS) 4400, Agreed-Upon Procedures Engagements. An agreed-upon procedures engagement involves our performing the procedures that have been agreed with the Project, and reporting the findings, which are the factual results of the agreed-upon procedures performed. We make no representation regarding the appropriateness of the agreed-upon procedures.

This agreed-upon procedures engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion.

Had we performed additional procedures, other matters might have come to our attention that would have been reported.

Professional Ethics

We have complied with the ethical requirements in the rules of professional conduct of the Chartered Professional Accountants of Newfoundland and Labrador and the independence requirements in accordance with Rule 204 therein.

Procedures and Findings

We have performed the procedures described below, which were agreed upon with the Project in the terms of our master services agreement dated February 9, 2017 and confirmation of changes letters dated September 29, 2017, January 12, 2021, and January 10, 2022, on the capital expenditures of the Companies.

Procedures

Findings

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| 1. Compared all samples selected as part of the year end audit to the approved capital budget for the Companies to ensure each expenditure is an approved budget item by performing the following procedures: <ul style="list-style-type: none">a. For each selection, obtained the total expenditures incurred for the respective contract to the date of the invoice selection and compared the balance to the commitment amount for the respective contract and ensured the amount billed to date did not exceed the commitment amount; andb. For each selection, compared the commitment amount to the budget amount for the respective contract included in the Authorization for Expenditure approved by the Boards of Directors of the Companies in October 2021 and ensured the commitment amount did not exceed the budget amount | No exceptions noted |
| 2. For each sample selected, we observed that the expenditure was allocated to the Project in accordance with the Companies' methodology and is consistent with the appropriate standards under International Financial Reporting Standards | No exceptions noted |

Deloitte LLP

Chartered Professional Accountants
May 12, 2022