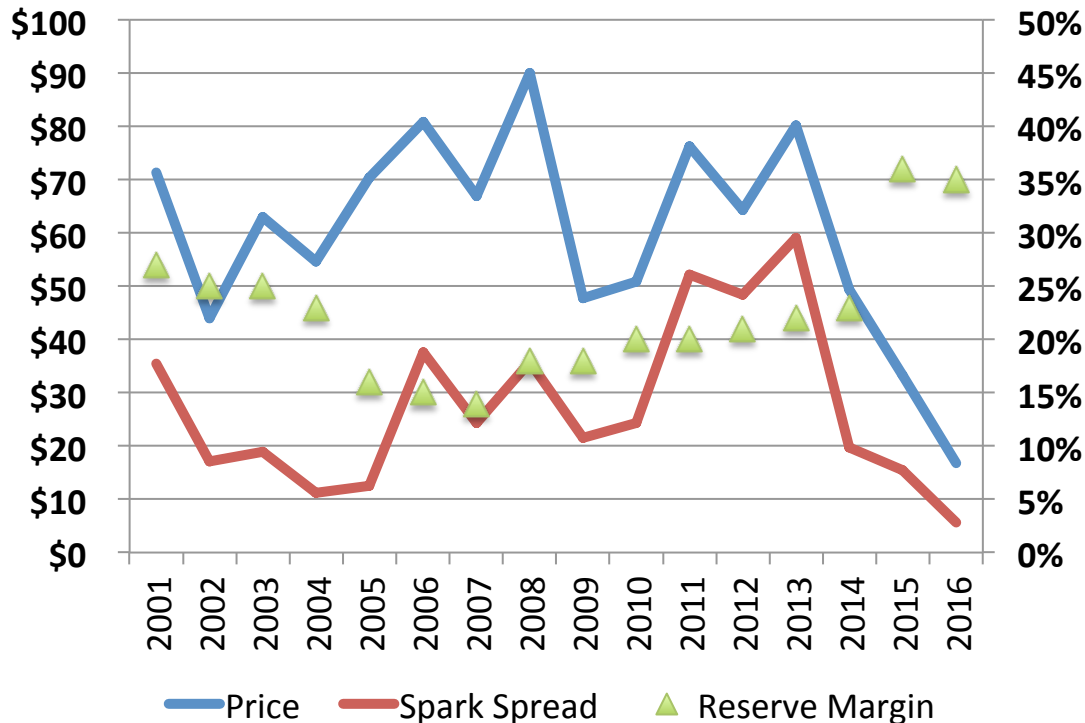




## Historical Risk and Volatility



### Policy

- Carbon tax details
- REP Schedule
- Coal transition

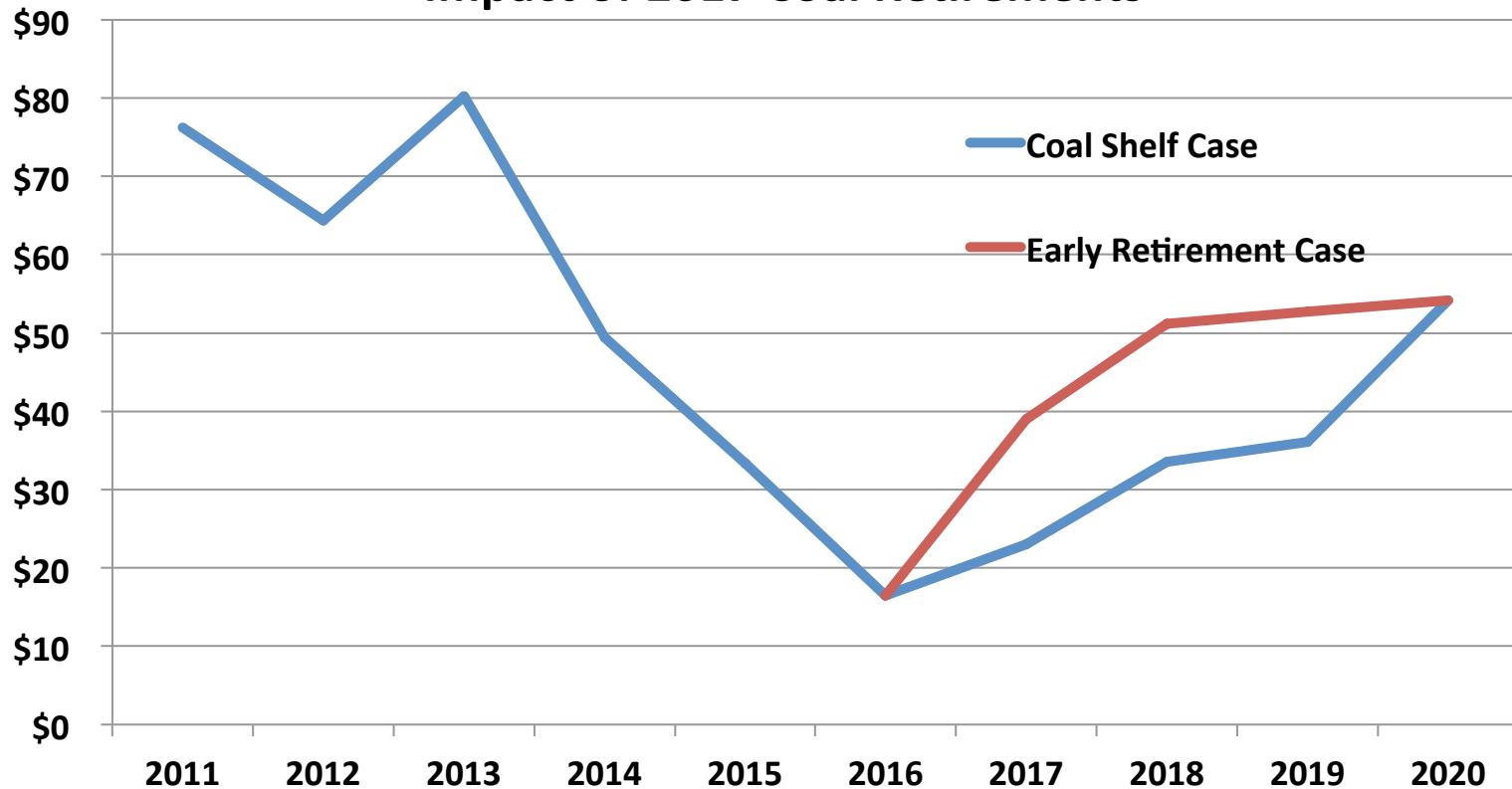
### Long Term Shifts

- Market structure
- Transmission costs
- New technology

- Historical risk factors still exist plus emerging uncertainty
- Scenario analysis is key – understand what could occur



## Impact of 2017 Coal Retirements



- Illustrates impact of ~1000 MW of coal being retired or mothballed in 2017
- Market remains well supplied but carbon tax and supply reduction raise prices