



Nalcor Energy and Astaldi sign bridge agreement for the Muskrat Falls Project

August 4, 2016, St. John's, NL – In the best interest of the Muskrat Falls Project and the province's investment in this development, Nalcor Energy has recently negotiated a bridge agreement with Astaldi within 2016. This agreement lays out firm production targets, expectations of the contractor, and financial incentives over the next several months to continue construction progress on the powerhouse and intake at Muskrat Falls. The financial terms of the agreement have been reflected in the June 2016 capital cost forecast for the Muskrat Falls Project.

Astaldi Canada is responsible for the execution of the contract for the Muskrat Falls powerhouse, intake and spillway. Nalcor and Astaldi have been engaged in negotiations for some time, resulting in improved production by Astaldi since 2015.

"This is a positive step toward reaching an agreement that will see the continued progress of work by Astaldi in the powerhouse and intake at Muskrat Falls," said Stan Marshall, CEO of Nalcor Energy. "As long as the contractor meets our performance expectations, we are willing to work with Astaldi and continue negotiations."

Nalcor will continue to hold discussions with Astaldi in an effort to negotiate a final commercial agreement by the end of 2016 for completion of their full work scope. While these negotiations continue, details of the bridge agreement will remain confidential.

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