

1 Q. Why is 9 months' notice for termination considered appropriate?

2

3

4 A. During the negotiation of the proposed terms of the capacity assistance agreement ("CAA"),
5 Corner Brook Pulp and Paper and Newfoundland and Labrador Hydro agreed to a period of nine
6 months to provide notice of early termination. Both parties felt this period was reasonable to
7 allow the party in receipt of notice to operationally and financially adjust to the cessation of the
8 CAA.