

1    Q.    Further to the response to Request for Information NP-NLH-251, Attachment 1 (Rev  
2           1, Dec 19-14):

3           Please explain why forecast annual interest on sinking funds (line 30) is lower in  
4           2015 and 2016 when compared to 2014 while the balance of sinking funds (line 16)  
5           is higher in 2015 and 2016 when compared to 2014.

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8    A.    The forecast annual interest on sinking funds is lower in 2015 and 2016 when  
9           compared to 2014 as a result of 2014 containing interest income for a portion of  
10          the year for Series V sinking fund, which matured June 15, 2014.

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12          Interest calculated as a percentage of average sinking funds is consistent from 2014  
13          to 2016. Please refer to NP-NLH-311 Attachment 1 for the calculation of interest as  
14          a percentage average sinking fund.

## Newfoundland and Labrador Hydro

	Actual 2013	Forecast 2014	Forecast 2015	Forecast 2016
Sinking Fund	\$ 337.6	\$ 235.7	\$ 257.2	\$ 279.7
Interest On Sinking Fund		\$ 16.0	\$ 13.4	\$ 14.5
Average Sinking Fund	\$ 286.7	\$ 246.5	\$ 268.5	
Interest/Average Sinking Fund		5.6%	5.4%	5.4%