Page 1 of 1

Q. To what extent have the Isolated Island Option cost estimates been updated as 1 2 related to Island Pond (2006), Portland Creek (2007), and Round Pond (1989)? 3 4 Given that the Interconnected Scenario holds a \$2.2 billion dollar CPW advantage 5 A. 6 over the Isolated Scenario, and is therefore the preferred solution, no action has 7 been taken to update the cost estimates for these projects, except to escalate them 8 annually. 9 10 Nalcor does not believe that further study beyond that undertaken would reduce 11 the costs of these projects. To the extent that any increase in costs would only 12 increase the preference of the Interconnected Scenario, further efforts to update 13 these cost estimates are not warranted.