

**P.U. 33 (2001-2002)**

**IN THE MATTER OF THE *PUBLIC UTILITIES ACT, (THE "ACT")***

**AND**

**IN THE MATTER OF THE APPLICATION BY NEWFOUNDLAND AND LABRADOR HYDRO ("THE APPLICANT") FOR APPROVAL TO ISSUE DEBENTURE/S IN AGGREGATE NOT TO EXCEED \$300,000,000 DURING THE YEAR ENDING DECEMBER 31, 2002, PURSUANT TO SECTION 91 OF THE ACT.**

**WHEREAS** the Board of Commissioners of Public Utilities ("the Board") having received the within Application on February 25, 2002; and

**WHEREAS** pursuant to s. 91(3) of the Act the Board has decided to exercise its discretion to dispose of this matter without a hearing.

**IT IS THEREFORE ORDERED THAT:**

- (1) Approval be and it is hereby given to the Applicant to issue Debenture(s) Issue # 1 with an aggregate value not to exceed \$150,000,000 Canadian in the principal amount and Issue # 2 with an aggregate value not to exceed between \$150,000,000 Canadian and \$200,000,000 Canadian in the principal amount subject to the following conditions:

- (a) The Debenture issue(s) shall be issued on or before December 31, 2002.
- (b) The Applicant shall provide to the Board an Affidavit specifying the terms and conditions of the Debenture issue(s) within twenty-four (24) hours (non business days excepted) after such terms and conditions have been successfully negotiated.

In particular, the Affidavit shall set forth the following:

- (i) date of the issue,
  - (ii) term,
  - (iii) maturity date,
  - (iv) principal amount,
  - (v) interest rate,
  - (vi) particulars of sinking fund, if any,
  - (vii) price to the public and to the underwriters,
  - (viii) yield to the public,
  - (ix) the underwriting fee,
  - (x) actual cost (i.e. yield) to Applicant, and
  - (xi) any other material terms or conditions not contemplated at the date of the application but forming part of the negotiated terms and conditions.
- (c) The Applicant shall provide to the Board a copy of the Underwriting Agreement relating to the Debenture issue(s) within twenty-four (24) hours after its terms and conditions have been accepted by both the Applicant and the Underwriters. The Underwriting Agreement shall not significantly vary and shall be modelled upon the draft Underwriting Agreement filed with the Board in support of the application.
  - (d) The Applicant shall provide to the Board a copy of the Order in Council which provided approval to the Applicant to issue such Debenture issue(s).

- (e) The proceeds from the Debenture issue(s) shall be used in the manner set out in paragraph 4 of the application and the Applicant shall report by Affidavit to the Board on the disposition of the proceeds no later than January 15, 2003.
2. The Applicant shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland, this 8<sup>th</sup> day of March 2002.

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John William Finn, Q.C.,  
Commissioner (Presiding Chair).

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Gerard Martin, Q.C.,  
Commissioner.

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Raymond A. Pollett,  
Commissioner.

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G. Cheryl Blundon,  
Board Secretary.