

1 Q. **Re: May 18, 2018 Application regarding Confidential Information contained in**  
2 **Table 2 of Hydro’s Response to PUB-NLH-149**

3 In clause 12 Hydro states “*Maintaining competition amongst energy suppliers is*  
4 *essential in order to achieve the lowest energy costs for Hydro’s customers*”. Are  
5 transactions between NEM and Hydro at arm’s-length? In Hydro’s view, is there a  
6 requirement that transactions between NEM and Hydro be at arm’s-length?

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9 A. Hydro is an affiliate of Nalcor Energy Marketing (NEM) and NEM is providing the  
10 power purchase transaction services on behalf of Hydro due to its greater expertise  
11 in this area. These transactions are not at arm’s length.