

**LABRADOR - ISLAND LINK GENERAL PARTNER (2021) CORPORATION**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**March 31, 2026**  
**(Unaudited)**

**LABRADOR - ISLAND LINK GENERAL PARTNER (2021) CORPORATION**  
**STATEMENT OF FINANCIAL POSITION**  
(Unaudited)

| <i>As at (thousands of Canadian dollars)</i> | Notes | <b>March 31</b> | December 31 |
|--|-------|-----------------|-------------|
|  |       | <b>2026</b>     | 2025        |
| <b>ASSETS</b>                                |       |                 |             |
| Current assets                               |       |                 |             |
| Cash   |       | <b>1</b>        | 1           |
| Other receivables                            | 4     | <b>6</b>        | 5           |
| <b>Total assets</b>                          |       | <b>7</b>        | 6           |
| <b>LIABILITIES AND EQUITY</b>                |       |                 |             |
| Current liabilities                          |       |                 |             |
| Other payables                               | 3     | <b>6</b>        | 5           |
| <b>Total liabilities</b>                     |       | <b>6</b>        | 5           |
| Shareholder's equity                         |       |                 |             |
| Share capital                                |       | <b>1</b>        | 1           |
| <b>Total equity</b>                          |       | <b>1</b>        | 1           |
| <b>Total liabilities and equity</b>          |       | <b>7</b>        | 6           |

*See accompanying notes*

**LABRADOR - ISLAND LINK GENERAL PARTNER (2021) CORPORATION**  
**STATEMENT OF PROFIT AND COMPREHENSIVE INCOME**  
**(Unaudited)**

|  | <b>Three months ended</b> |             |
|--|---------------------------|-------------|
| <i>For the period ended March 31 (thousands of Canadian dollars)</i> | <b>2026</b>               | <b>2025</b> |
| Expenses (recoveries)  |                           |             |
| Operating costs  |                           |             |
| Salaries and benefits  | <b>1</b>                  | <b>2</b>    |
| Professional services  | <b>1</b>                  | <b>1</b>    |
| Cost recoveries  | <b>(2)</b>                | <b>(3)</b>  |
| Total operating costs  | <b>-</b>                  | <b>-</b>    |
| Total profit and comprehensive income for the period                 | <b>-</b>                  | <b>-</b>    |

*See accompanying notes*

**LABRADOR - ISLAND LINK GENERAL PARTNER (2021) CORPORATION**  
**STATEMENT OF CHANGES IN EQUITY**  
(Unaudited)

| <i>(thousands of Canadian dollars)</i>                      | Share<br>Capital | Total    |
|---|------------------|----------|
| <b>Balance at January 1, 2026</b>                           | <b>1</b>         | <b>1</b> |
| <b>Total profit and comprehensive income for the period</b> | <b>-</b>         | <b>-</b> |
| <b>Balance at March 31, 2026</b>                            | <b>1</b>         | <b>1</b> |
| <br>  |                  |          |
| Balance at January 1, 2025                                  | 1                | 1        |
| Total profit and comprehensive income for the period        | -                | -        |
| Balance at March 31, 2025                                   | 1                | 1        |

*See accompanying notes*

**LABRADOR - ISLAND LINK GENERAL PARTNER (2021) CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**(Unaudited)**

**Three months ended**  
**2026**      **2025**

*For the period ended March 31 (thousands of Canadian dollars)*

|   |     |     |
|---|-----|-----|
| Operating activities                          |     |     |
| Changes in non-cash working capital balances: |     |     |
| Increase in other receivables                 | (1) | (2) |
| Increase in other payables                    | 1   | 2   |
| Net cash provided from operating activities   | -   | -   |
| Net increase (decrease) in cash               | -   | -   |
| Cash, beginning of the period                 | 1   | 1   |
| Cash, end of the period                       | 1   | 1   |

*See accompanying notes*

**LABRADOR - ISLAND LINK GENERAL PARTNER (2021) CORPORATION**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)**

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**1. DESCRIPTION OF BUSINESS**

Labrador-Island Link General Partner (2021) Corporation (LIL GP (2021) or the Company) was incorporated on February 4, 2022 under the laws of the Province of Newfoundland and Labrador. LIL GP (2021) is a 100% owned subsidiary of Newfoundland and Labrador Hydro (Hydro) and is the general partner of the LIL (2021) Limited Partnership (LIL (2021) LP). LIL GP (2021)'s head office is located at 500 Columbus Drive, St. John's, Newfoundland and Labrador, A1B 0M4, Canada.

LIL (2021) LP holds the common shares of the Labrador-Island Link Holding Corporation and is administering a Federal Government of Canada (Canada) investment in the form of a committed convertible debenture in the amount of \$1 billion, which may be drawn in amounts of up to \$150 million per year. The convertible debenture is convertible at the sole option of Canada into Class B Units of LIL (2021) LP following the earlier of the full advance of the committed debenture balance and December 31, 2041.

The Company owns the only issued general partner unit of LIL (2021) LP, thereby constituting it the LIL (2021) LP general partner. As the general partner, in accordance with the LIL (2021) Limited Partnership Agreement (LIL (2021) LPA) relating to LIL (2021) LP and applicable law, LIL GP (2021) has the power to control and manage LIL (2021) LP. Labrador-Island Link Holding (2021) Corporation (LIL Holdco (2021)), a wholly owned subsidiary of Hydro, is the limited partner of LIL (2021) LP. LIL (2021) LP is expected to terminate on December 31, 2081, unless terminated earlier or extended in accordance with the LIL (2021) LPA.

**2. MATERIAL ACCOUNTING POLICIES**

**Statement of Compliance and Basis of Measurement**

These condensed interim financial statements have been prepared in accordance with *International Accounting Standard 34 - Interim Financial Reporting* and have been prepared using accounting policies consistent with those used in the preparation of the annual audited financial statements for the year ended December 31, 2025.

These condensed interim financial statements do not include all of the disclosures normally found in LIL GP (2021)'s annual audited financial statements and should be read in conjunction with the annual audited financial statements.

These condensed interim financial statements have been prepared on a historical cost basis and are presented in Canadian dollars with all values rounded to the nearest thousand, except when otherwise noted. The Board of Directors of LIL GP (2021) has delegated the authority to approve the condensed interim financial statements to the Audit Committee of the Board of Directors of Hydro, which approved the condensed interim financial statements on May 13, 2026.

**3. OTHER PAYABLES**

Other payables as at March 31, 2026 consist of accrued liabilities relating to professional services of \$6 thousand (December 31, 2025 - \$5 thousand).

**LABRADOR - ISLAND LINK GENERAL PARTNER (2021) CORPORATION**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)**

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**4. RELATED PARTY TRANSACTIONS**

LIL GP (2021) enters into various transactions with its parent and other related parties. Unless otherwise noted, these transactions occur within the normal course of operations and are measured at the exchange amount, which is the amount of consideration agreed to by the related parties. Outstanding balances due to or from related parties are non-interest bearing with settlement normally within 30 days.

Related parties with which LIL GP (2021) transacts are as follows:

| Related Party | Relationship                               |
|---------------|--|
| Hydro         | 100% shareholder of LIL GP (2021)          |
| LIL (2021) LP | Limited partnership with LIL Holdco (2021) |

Significant related party transactions, which are not otherwise disclosed separately in the condensed interim financial statements are summarized below:

| <i>As at (thousands of Canadian dollars)</i>                         | <b>March 31<br/>2026</b>           | December 31<br>2025 |
|--|------------------------------------|---------------------|
| <b>Other receivables:</b>  |                                    |                     |
| Parent   | <b>6</b>                           | 5                   |
|  |                                    |                     |
|  |                                    |                     |
| <i>For the period ended March 31 (thousands of Canadian dollars)</i> | <b>Three months ended<br/>2026</b> | 2025                |
| <b>Operating costs (recoveries):</b>                                 |                                    |                     |
| Parent   | <b>1</b>                           | 2                   |
| Other related party  | <b>(2)</b>                         | (3)                 |