

2002/03 GREEN POWER GENERATION CALL FOR TENDERS

ADDENDA

25 June, 2003

Major Transmission Constraint Area

In the Fraser Canyon area of the Province (“Constraint Area”), BC Hydro – Office of Generator Interconnections has determined that the total proposed electricity output of the projects qualified to submit Tenders in the 2002/03 Green Power Generation Call for Tenders (“GPG CFT”) process exceeds the MVA capability of the local transmission system (“Major Transmission Constraint Threshold”) and that significant upgrades to the local transmission system would be required to accept electricity output that exceeds the Major Transmission Constraint Threshold. OGI has notified bidders whose projects are located in the Constraint Area (“Major Transmission Constraint Notice”).

OGI estimates that the cost of the work required to interconnect additional projects once the Major Transmission Constraint Threshold is reached would exceed \$20 million. Therefore, bidders in this area will be subject to special bid ranking rules described below.

On 25 July, 2003 Bidders who received a Major Transmission Constraint Notice will receive from the Office of Generator Interconnections one interconnection cost estimate and one set of Adjustments for bid ranking purposes, all calculated on the assumption that each project is the only project in the Constraint Area that is awarded an EPA in the 2002/03 GPG CFT process.

In the award process, BC Hydro will award contracts to bidders in the Constraint Area based on the award process described in the 2002/03 GPG CFT until the next selected Tender in the Constraint Area is for a project with a proposed electricity output that, when combined with the electricity output of the projects in the Constraint Area awarded contracts to that point in the selection process, would exceed the Major Transmission Constraint Threshold. The Tender for that project and all remaining Tenders for projects in the Constraint Area that have not previously been awarded a contract in the selection process will be rejected.

Communications

The following paragraph is added under the heading “Communications” in the 2002/03 Green Power Generation Call for Tenders:

Where there is any conflict between any question and answer and the provisions of the 2002/03 GPG CFT, the provisions of the 2002/03 GPG CFT govern. Questions and answers do not in any way alter, or otherwise form part of, or constitute legal advice with respect to, the 2002/03 GPG Standard EPA.

Tender Forms – Attachment C

The following is added at the bottom of Attachment C of the Tender Forms:

Numbers presented in Attachment C to more than two decimal places will be rounded to the nearest hundredth place (eg. 56.789 will be rounded to 56.79). Numbers presented with fewer than two decimal places will be assumed to have two decimal place precision (eg. 6.7 will be assumed to be 6.70).