



**YUKON ENERGY
CORPORATION**
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(867) 393-5300

December 11, 2017

Mr. Robert Laking, Chair
Yukon Utilities Board
Box 31728
Whitehorse, Yukon Y1A 6L3

Dear Mr. Laking:

Re: Power Purchase Agreement (PPA) between Yukon Energy (YEC) and Victoria Gold Corp. and StrataGold Corporation – Interrogatory Responses

On November 10, 2017, Yukon Energy Corporation (YEC) filed an application with the Yukon Utilities Board (Board) seeking approvals related to the Purchase Power Agreement (PPA) between YEC and Victoria Gold Corp. and StrataGold Corp. (Victoria Gold Corp. and StrataGold Corp., collectively known as "VGC Group") (Application). On November 16, the Board issued order 2017-10 establishing a process for review of the PPA, including interrogatories.

Yukon Energy provides with this correspondence its response to information requests received from the Yukon Utilities Board (YUB); Utilities Consumers Group (UCG) and John Maissan (JM).

Please note that the response provided to YUB-YEC-1-28 provides an update to information included in Section 6.0 of the Application. YUB-YEC-1-28 – Attachment, Appendix 1 provides the following:

- A revised Table 3: YEC LTA Thermal Generation Costs & Net Rate Revenue Impact – VGC Group Mine from Section 6.0 of the PPA Application. The changes to Table 3 relate to revised YEC long term average ("LTA") thermal generation estimates, and resulting changes to YEC incremental fuel costs and estimated VGC Group Mine net impact on YEC net costs (i.e., added costs less added revenues).
- Edits as needed to Section 6.2 text of the PPA Application to reflect the revisions to Table 3. To facilitate review, all of Section 6.0 of the PPA Application is attached – however, no numbers or analysis are changed in other parts of Section 6.0

If you have any questions regarding the above please call.

Yours truly,

A handwritten signature in cursive script, appearing to read "E Mollard".

Ed Mollard
Chief Financial Officer

cc. Mark Ayranto
Executive VP
Victoria Gold Corp.