

# 2018 Annual Meeting

April 27, 2018 | Edmonton, AB

# Today's presenters and panelists



**Donald Lowry**  
Chair of the board



**Brian Vaasjo**  
President & Chief  
Executive Officer



**Kate Chisholm**  
Corporate Secretary

# Agenda

## 1. Business meeting

- Chairman calls meeting to order
- Scrutineer (Computershare Trust Company of Canada)
- Notice of meeting
- Scrutineer's report on attendance
- Consolidated financial statements
- Election of Directors
- Appointment of auditors (KPMG LLP)
- Advisory vote on executive compensation or “say on pay”
- Termination of meeting

## 2. Presentation from Brian Vaasjo, President & CEO

## 3. Question & Answer session

# Election of Directors



**Donald Lowry**



**Brian Vaasjo**



**Albrecht  
Bellstedt**



**Doyle  
Beneby**



**Philip  
Lachambre**



**Jill Gardiner**



**Kelly  
Huntington**



**Katharine  
Stevenson**



**Keith Trent**

# Driving a sustainable future

Brian Vaasjo  
President & CEO

# Execution in 2017

## Substantial contracted growth and diversification

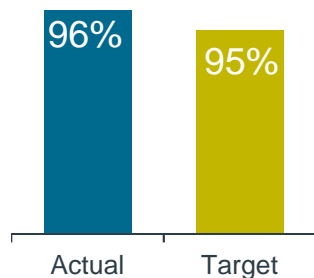
- Executed on renewables strategy including a 20-year contract for Whitla Wind
- Acquired five thermal assets
- Added nearly 1,300 MW to the fleet including completion of Bloom Wind
- 13% increase in AFFO per share
- Contracted % of Adjusted EBITDA increased from 67% in 2016 to 79% in 2017
- Increased dividend by 7% and extended dividend growth guidance out to 2020

## Excellent operations

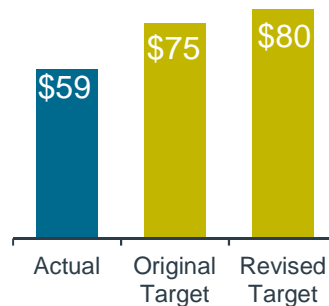
- Exceeded availability performance target on our plants
- Excellent realized AB power price of \$51/MWh versus \$22/MWh spot price
- Continued efforts on reducing carbon footprint

# 2017 performance vs. annual targets

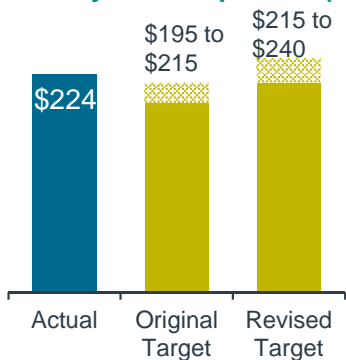
## Facility availability



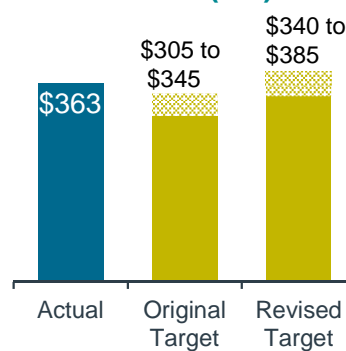
## Sustaining capex (\$M)



## Facility O&M expenses (\$M)



## AFFO (\$M)



**12% increase in AFFO compared to original target<sup>(1)</sup>**

1) Based on the mid-point of the original \$305 million to \$345 million target range.

# 2018 Development & construction targets

## Disciplined growth

- Complete New Frontier Wind within \$182M budget for COD in Dec 2018
- Complete Whitla Wind within \$315-\$325M budget for COD in Q4 2019
- Execute contracts for the output of 1-3 new wind developments
  - Alberta REP – rounds 2 & 3
  - US development pipeline

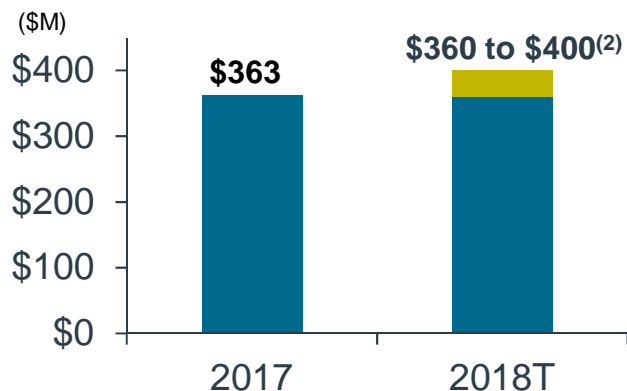


***Impact from recent U.S. tax reform on Company's U.S. renewables portfolio and growth opportunities is not expected to be material***

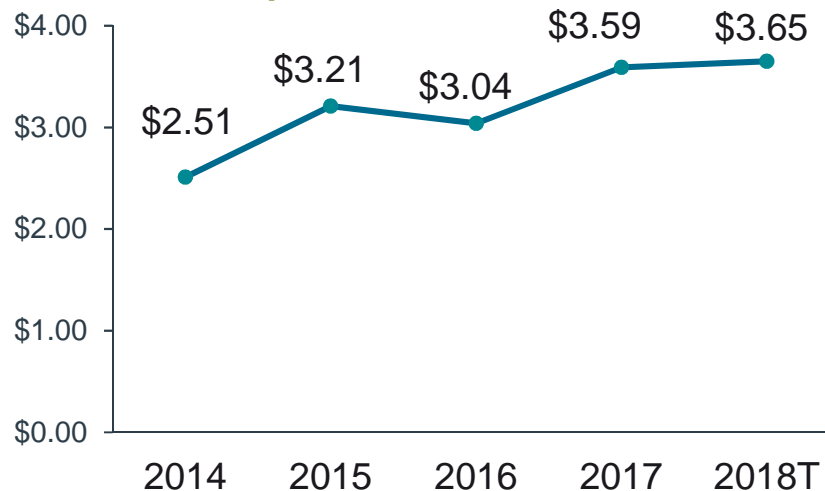


# 2018 Financial target

## Adjusted funds from operations<sup>(1)</sup>



## AFFO<sup>(3)</sup> per share



**2018 AFFO expected to be above the mid-point of the guidance range**

**Expect ~10% CAGR for AFFO/share from 2014 to 2018**

1) 2017 Adjusted FFO is calculated under the current method and 2018T Adjusted FFO is calculated under the 2018 method.

2) 2018 key assumptions include: \$49/MWh average Alberta power price and approximately \$2/GJ AECO natural gas. Excludes any impacts from \$500M of committed capital for growth.

3) Represents Adjusted FFO (2018 method), less the portion allocated to the non-controlling interest (calculated consistent with the proportion of income and distributions allocated to the non-controlling interest in each period). Commencing in 2016, there is no longer a non-controlling interest, therefore, for 2016 onward this metric reflects adjusted FFO (2018 method).



# Questions?

# Investor Relations

Randy Mah  
Senior Manager  
(780) 392-5305  
rmah@capitalpower.com

10423 101 Street NW  
10<sup>th</sup> Floor  
Edmonton, Alberta  
Canada, T5H 0E9  
[www.capitalpower.com](http://www.capitalpower.com)