NOTICE OF SPECIFIED PENALTY Date of Issue: July 13, 2015 Payment Due Date: August 12, 2015 2015-199 MSA File Number: Specified Penalty \$ 1,250 Amount: Market Participant Name: MEG Energy Asset ID (if applicable): MEG1 Self Report ✓ YES П по ISO Rule: 203.3 Date of Contravention: June 26, 2015 This is the second contravention by this asset for this rule within a Date of Referral/Self Report: June 30, 2015 rolling 12 month period. **EVENT DETAILS** On June 26, 2015 at approximately 10:08, MEG1 tripped offline. The declared available capability (AC) for MEG1 remained at 56MW until 11:30 when AC was restated to 0 MW. ISO rule 203.3 indicates that a pool participant that submits an offer must, if there is a change to the available capability of the source asset as a result of an acceptable operational reason, submit an available capability restatement revising the available capability for the applicable hours, as soon as reasonably practicable. **FINDINGS** Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 203.3. MATERIAL FACTS The material facts relied upon by the MSA include the following: AESO generation, dispatch, and available capability data for MEG1 for June 26, 2015. Self-report from MEG Energy to the MSA dated June 30, 2015. **DELIVERY OF PAYMENT** Payment by cheque or certified funds is to be made out to the "General Revenue Fund c/o Minister of Finance", and delivered to the Alberta Utilities Commission (AUC) at: 4th Floor, 425 - 1st Street S.W., Calgary, Alberta, T2P 3L8. Questions in respect of delivery of payment should be addressed to the Director of Finance, AUC. The payment should reference this notice and related MSA File #. Delivery of payment should also be confirmed by email to compliance@albertamsa.ca, with copy to the following AUC personnel: Sabi Ghavami (Director, Finance) sabi.ghavami@auc.ab.ca, and Andrew Davison (Senior Market Analyst) andrew.davison@auc.ab.ca. NOTICE The Market Surveillance Administrator (MSA) is granted the power and authority under s. 52 of the Alberta Utilities Commission Act to issue a Notice of Specified Penalty where the MSA is satisfied that a person has contravened an ISO rule. Specified penalties are set out in AUC Rule 019. In accordance with the relevant enactments and rules, a dispute regarding the issuance of a Notice of Specified Penalty or failure to pay the specified penalty in accordance with this notice will result in a hearing or other proceeding before the AUC. In accordance with s. 5(1) of AUC Rule 019 this Notice of Specified Penalty will be made public no earlier than receipt of confirmation of payment from the Commission and no later than 45 days after issuance. The MSA will, if applicable, also post on its website the link to any decision of the AUC respecting the specified penalty. If your organization disputes the issuance of this Notice of Specified Penalty, or if you have any other questions or comments regarding this matter, please contact the MSA compliance team at compliance@albertamsa.ca. **SIGNATURE** Signature: "Original Signed" Signature Date: July 13, 2015 Manager Compliance and Corporate Name: Doug Doll Title:

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