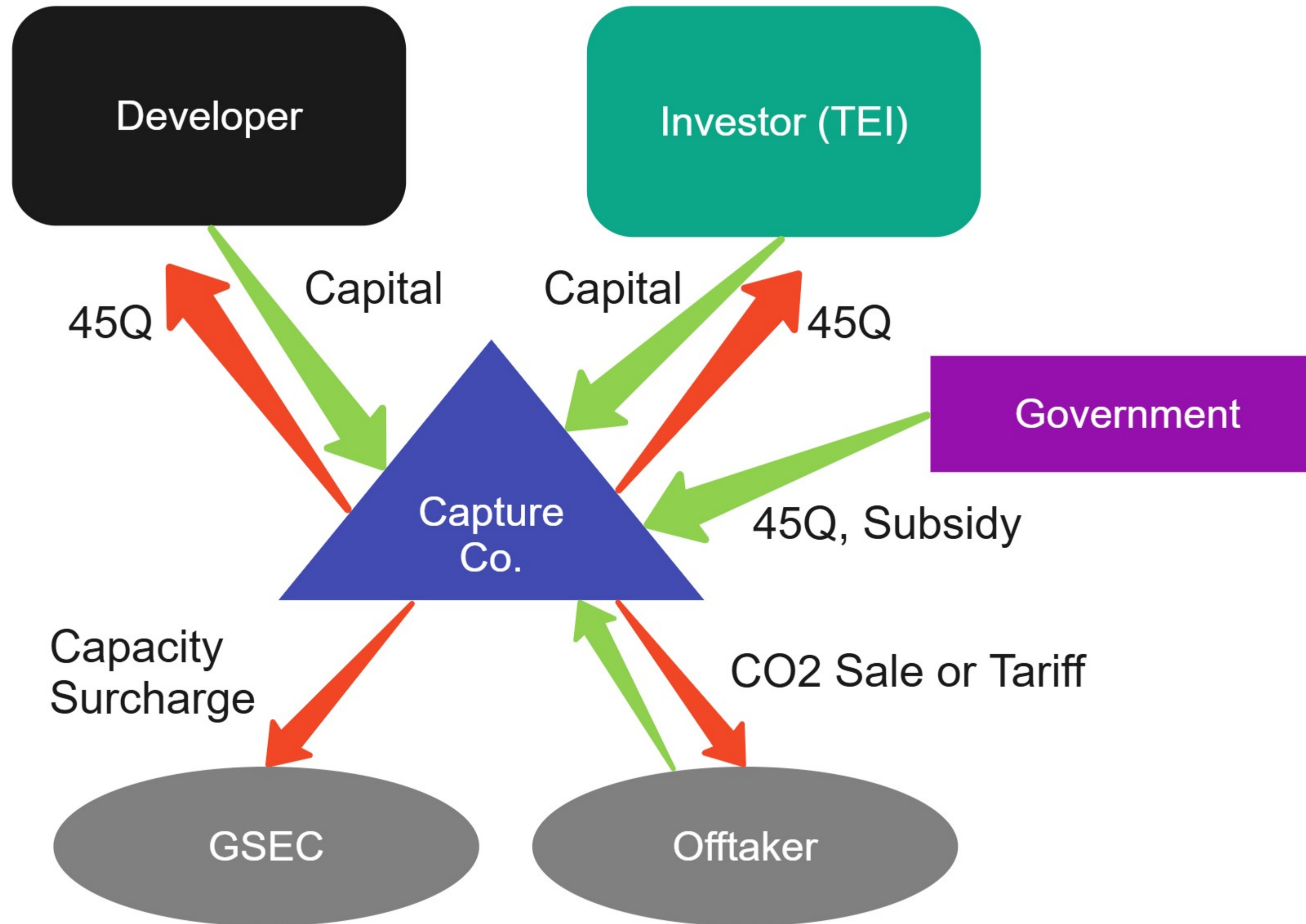


Coal Power Plant 45Q Business Case - 2021



Model

1. Current 45Q - normal and elevated power/gas.
2. Expanded 45Q - normal and elevated power/gas.
3. Additional subsidy variation.
4. Capacity factor variation.
5. GSEC capacity surcharge variation.

Business Case = Tax Credit + Revenue (CO2 Sales + Subsidy (taxable))

Note:

1. 45Q \$/tonne may be expanded.
2. 45Q tax credit does not apply when there is no profit or income tax.
3. Legislation may change to allow treatment of direct pay as excess tax payment.
4. Legislation may change to allow tax exempt entities (GSEC) to use direct pay.

Business Case = Revenue (CO2 Sales + Subsidy) + Tax Credit