RETURN ON THE PROJECT

RÉSEAU ÉLECTRIQUE MÉTROPOLITAIN

August/September 2016





Subsidiary of Caisse de dépôt et placement du Québec

<u>cdpq.com</u>

Objectives

- Grow clients' assets by achieving a fair and reasonable commercial return, in line with the market
- Validate the expected final return by an independent expert and disclose it publicly
- Provide the population with a new, high-frequency service (the REM) while allowing members of the public to contribute to their pension plan



Process for establishing the expected return

Finalization of project's financial framework and bank financing

Establishment of risk parameters with the government (based on the commercial agreement)

Return **publicly disclosed** and **validated** by an independent expert



Variables - return

Construction costs Operating, maintenance and major maintenance costs Ridership revenues Land capture revenues Other revenues (advertising, businesses, etc.)



