NOTICE OF SPECIFIED PENALTY					
Date of Issue: March 9, 2022		Payment Due Date: April 11, 2022			
MSA File Number	2021-421	Specified Penalty Amount	\$750		
Market Participant Name	Mercer Peace River Pulp Ltd.				
Asset ID (if applicable)	DAI1	Self-Report	⊠ YES □ NO		
ISO Rule Section	205.5	Date of Contravention	November 20, 2021		
Date of Referral/Self-Report	December 15, 2021	This is the second contravention by this asset for this section of the ISO rules within a rolling 12-month period.			
EVENT DETAILS					
On November 20, 2021, at approximately 16:01:28, the DAI1 asset received a directive to provide 12 MW of spinning reserve. Ten minutes following the directive, the increase in real power from DAI1 was less than the directed amount. Section 205.5 of the ISO rules states in part: 10(1) A pool participant must, within ten (10) minutes following receipt of a directive to provide spinning reserve, ensure that its pool asset is providing a quantity of real power equal to the instantaneous amount of real power of the pool asset at the time of the directive and the amount of real power set out in the directive.					
FINDINGS					
Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of section 205.5 of the ISO rules.					
MATERIAL FACTS					
 The material facts relied upon by the MSA include the following: 1. AESO available capability, dispatch, directive, generation and offer data for DAI1 for November 20, 2021. 2. Self-report submitted by Mercer Peace River Pulp Ltd. to the MSA dated December 15, 2021. 					
DELIVERY OF PAYMENT					
Payment by cheque or certified funds is to be made payable to the "General Revenue Fund c/o Minister of Finance", and delivered to Alberta Energy at: 9945 – 108 Street NW, Edmonton, Alberta, T5K 2G6. The payment should reference this Notice of Specified Penalty and related MSA File #. Electronic copies of the payment and confirmation of delivery should be sent by email to <u>compliance@albertamsa.ca</u> and <u>enforcement@auc.ab.ca</u> . Questions can be directed to <u>compliance@albertamsa.ca</u> .					
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 <u>compliance@albertamsa.ca</u>.

SIGNATURE				
Signature	"Original Signed"	Signature Date	March 9, 2022	
Name	Andrew Wilkins	Title	Director, Compliance	