



Appendix E

Credit/Collateral Requirements

for

2024 Request for Proposals

Combined-Cycle Combustion Turbine

Resources

for

Entergy Louisiana, LLC

Entergy Services, LLC

~~November 11, 2024~~
~~DRAFT~~ January 27, 2025

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix D of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

Appendix E

Credit Collateral Requirements

This Appendix E contains a brief overview of the rules and processes for credit evaluations in the RFP, certain proposal submission requirements related to credit, and key credit support terms for any Definitive Agreement arising out of the RFP. The rules and procedures seek to assure, first, that Seller's credit quality, when considered in the context of a Bidder's proposal to ELL, complies with Entergy's corporate risk management standards for RFPs, and second, that any requirement for material credit support associated with the proposal is made known to Bidder in advance and can be appropriately considered in the preparation and evaluation of the proposal. Bidders are advised that, as support for the second objective, and to help avoid protracted negotiations on credit support matters after proposal selection and reduce transaction execution risk, Section C below significantly restricts Bidder's authority to take special exceptions to the terms of this Appendix E.

A. Requirements for Bidder Proposal Submission.

As part of the Bidder Proposal Submission Process, Bidder is required to include in the Proposal Package for each proposal (i) the most recent Published Credit Rating from S&P and Moody's of Bidder (or, if different from Bidder, Seller), to the extent such a rating exists; (ii) the annual audited financial statements for the past two (2) years and the current year reviewed quarterly financial statements of Bidder (or, if different from Bidder, Seller), each of which needs to include the auditor's opinion and notes to the financial statements, the balance sheet, the income statement, and the cash flow statement; (iii) the credit information regarding Seller in this Appendix E, to be provided in the Proposal Package; and (iv) a fully completed certificate, in substantially the form attached hereto as Annex E-1, executed by a Treasury Officer.

If financial data and information of Bidder or Seller that are required to be provided pursuant to this Appendix E are consolidated with that of another Person, all such data and information must be extracted and segregated from the consolidated data and information and included as a separate pdf document (as Attachment 1 to the Proposal Package, if the data or information is required as part of the Proposal Submission Process).

The CET may utilize Bidder's credit-related materials and information described in this Section A or otherwise provided by Bidder pursuant to this Appendix E or the RFP in connection with its evaluation of Bidder's proposal(s), as more particularly described in Section 5.1.6 of the Main Body.

B. Liquid Credit Support Requirements.

1. Form. As noted in Section A above, the Definitive Agreement will require Seller to provide liquid credit support for its obligations. For PPAs and Tolling Agreements, and for BOT Transactions during the period from execution of the BOT Agreement through the Closing, Seller will be required to post and maintain a letter of credit meeting the requirements of the RFP and the Definitive Agreement. For unaffiliated third party-financed BOT

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix D of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

Transactions during the period from and after the Closing, Seller may satisfy its liquid credit support obligations by, at its election, providing (i) up to two (2) letters of credit, (ii) a cash holdback (where ELL retains a portion of the purchase price from its Closing payment to Seller in lieu of Seller posting a letter of credit collateral), or (iii) some combination of the security described in clauses (i) and (ii).

If Bidder submits a proposal for an unaffiliated third party-financed transaction, Bidder must specify in the Proposal Submission Template which of the three permitted post-Closing liquid credit support options it has elected for such proposal. If Bidder has elected to provide post-Closing liquid credit support for an BOT Transaction through a combination of letter of credit and cash holdback, Bidder must also specify in the Proposal Submission Template the percentage that will be supplied via letter of credit and the percentage via cash holdback (which must total to 100% of the post-Closing liquid credit support obligation). The percentage of post-Closing liquid credit support between cash holdback and letter of credit will be fixed for the entire period that Seller is obligated to provide post-Closing liquid credit support, except that Bidder may specify a different percentage of cash holdback and letter of credit for the period from the Closing through the Substantial Completion Payment Date than for the period after the Substantial Completion Payment Date.¹

Any letter of credit provided pursuant to the Definitive Agreement must be substantially similar in all material respects to the form letter of credit attached as Annex E-2. In addition, the letter of credit must be issued and maintained during its term by a U.S. commercial bank or the U.S. branch office of a foreign bank that, in either case, has a Published Credit Rating of at least A- from S&P and A3 from Moody's and total assets of at least \$10 billion (an amount subject to periodic adjustment in longer term PPAs and Tolling Agreements. Seller may provide and have in effect at any given time up to two (2) conforming letters of credit to satisfy its letter of credit obligations to Buyer.

2. Amount. Seller will be required to provide liquid credit support within three (3) Business Days after execution of the Definitive Agreement. The amount of liquid credit support that Seller must provide during the term of the Definitive Agreement will be adjusted at various milestone dates, as specified in the Definitive Agreement. The tables below show key milestones for the liquid credit support requirement (each, a "**Letter of Credit Milestone**" (PPAs and Tolls) or a "**Liquid Credit Support Milestone**" (BOTs) and the corresponding amount of the liquid credit support required to be in effect (each, the "**Required Letter of Credit Amount**" (PPAs and Tolls) or the "**Required Liquid Credit Support Amount**" (BOTs)).

a. PPAs and Tolls. Table 1 provides key Letter of Credit Milestones for PPA and Toll Transactions and the associated Required Letter of Credit Amounts. The Required Letter of Credit Amounts are not subject to adjustment for inflation or the time value of money over the term of the PPA or Toll.

¹ This flexibility is included to assure that Bidders financing the project with unaffiliated third-party funds have the flexibility to pay off the project's construction loan in full at the Closing.

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix D of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

<i>Table 1. PPA and Tolling Agreement Letter of Credit Amounts</i>	
Letter of Credit Milestone	Required Letter of Credit Amount
Execution of Definitive Agreement	\$17,500/MW
Receipt of Required Regulatory Approvals (or Buyer's Waiver of its Regulatory Approval Condition)	\$100,000/MW
Commercial Operations Date	\$200,000/MW
Definitive Agreement Expiration + 270 days	\$0, <u>plus</u> the amount of any and all pending claims of Buyer against Seller, capped at the aggregate undrawn letter of credit amount(s) on the 270 th day after the PPA or Toll Definitive Agreement expires. If there are no pending claims at this milestone date, the letter of credit will be returned to Seller.

b. BOT Agreements. Table 2 provides key Liquid of Credit Milestones for the BOT agreement and the associated Required Letter of Credit Amounts up to the Closing.

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix D of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

<i>Table 2. BOT Agreement Letter of Credit Amounts Up to Closing</i>	
Letter of Credit Milestone	Required Letter of Credit Amount
BOT Agreement Execution	\$17,500/MW
Issuance of Full Notice to Proceed (FNTP)	\$100,000/MW

Table 3 provides key Liquid Credit Support Milestones for the BOT agreement and the associated Required Liquid Credit Support Amounts at and after the Closing.

<i>Table 3. BOT Agreement Liquid Credit Support at and after Closing</i>	
Liquid Credit Support Milestone	Required Liquid Credit Support Amount
Closing	25% of the estimated Purchase Price as of the Closing, excluding certain adjustments (see the BOT Agreement Term Sheet)
Substantial Completion Payment Date (SCPD)	15% of the estimated Purchase Price plus the amount of any and all pending indemnity claims of Buyer against Seller, capped at the aggregate then-undrawn initial post-Closing letter(s) of credit or the unused cash holdback amount (or combination thereof) (up to 25% of the Purchase Price)
One-Year Anniversary of the SCPD	10% of the estimated Purchase Price, excluding certain adjustments, <u>plus</u> the amount of any pending indemnity claims of Buyer or its group, <u>provided</u> that such pending claims will not increase the required amount of the liquid credit support above the required amount of the liquid credit support on the SCPD less any amounts drawn on such letter of credit after the SCPD
Two-year Anniversary of the SCPD	5% of the estimated Purchase Price, excluding certain adjustments, <u>plus</u> the amount of any pending indemnity claims of Buyer or its group, <u>provided</u> that such pending claims will not increase the required amount of the liquid credit support above not increase the required amount of the liquid credit support above

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix D of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

	the required amount of the liquid credit support on the 12-month anniversary of the SCPD less any amounts drawn on such letter of credit after such 12-month anniversary of the SCPD
Three-year Anniversary of the SCPD	If there are no pending claims of Buyer or its group at such time, then the letter of credit will be returned to Seller

C. Special Exceptions.

THE CREDIT SUPPORT PROVISIONS OF THIS APPENDIX E ARE MATERIAL TO THE RFP. TO ENSURE THE CONSISTENT TREATMENT OF PROPOSALS, EXPEDITE THE NEGOTIATION OF DEFINITIVE AGREEMENTS ARISING OUT OF THE RFP, AND REDUCE TRANSACTION EXECUTION RISK, BIDDERS MAY NOT TAKE SPECIAL EXCEPTIONS TO THE CORE TERMS OF THIS APPENDIX E, INCLUDING, WITHOUT LIMITATION, THE PROCESSES DESCRIBED IN SECTION A, THE FORMS OF LIQUID CREDIT SUPPORT TO BE UTILIZED IN DEFINITIVE AGREEMENTS (CLARIFYING OR SIMILARLY MINOR SPECIAL EXCEPTIONS TO ANNEX E-2 AND THE ATTACHMENTS THERETO ARE PERMITTED), THE LIQUID CREDIT SUPPORT MILESTONES, THE REQUIRED LETTER OF CREDIT AMOUNTS, THE REQUIRED LIQUID CREDIT SUPPORT AMOUNTS, AND ASSOCIATED METHODOLOGIES DESCRIBED IN SECTION B ABOVE AND IN THE TERM SHEETS, AND THE TERMS OF THIS SECTION C. EXCEPT IN EXTRAORDINARY CIRCUMSTANCES, ELL WILL NOT NEGOTIATE THE RFP'S CORE CREDIT TERMS WITH BIDDER OR SELLER. DURING THE QUESTION PHASE OF THE RFP, BIDDER MAY SUBMIT WRITTEN INQUIRIES ABOUT ANY OF THE TERMS OF THIS APPENDIX E, ANY OF THE TERM SHEETS IN THE RFP, AND ANY OTHER RFP PROVISIONS RELEVANT TO THE CREDIT EVALUATION AND CREDIT SUPPORT.

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix D of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

Annex E-1

Form of Credit Certification

**2024 ELL CCCT RFP
CREDIT CERTIFICATION**

{Insert the Bidder Number Assigned to Bidder} (“Bidder”) hereby certifies to Entergy Louisiana, LLC (“ELL”), that Bidder, in connection with *{Insert the Proposal Number(s) assigned to Bidder for the proposal(s) that is (are) the subject of this Certification}* (the “Proposal(s)”), (i) has reviewed and understands to its satisfaction the terms of Appendix E (Credit/Collateral Requirements) to the RFP and the credit provisions of the Term Sheets, as applicable to the Proposal(s), and has considered such terms in the development of the Proposal(s), (ii) has reflected to its satisfaction in the pricing set forth in the Proposal(s) the costs, terms, and risks of the credit support that Seller is or may be required to provide for the proposed transaction(s) under the terms of Appendix E (Credit/Collateral Requirements) and the applicable Definitive Agreement, and (iii) accepts, and has taken no special exception to any of, the core credit terms of Appendix E (Credit/Collateral Requirements) or the applicable Definitive Agreement, including, without limitation, (A) the processes described in Section A of Appendix E (Credit/Collateral Requirements), (B) the forms of liquid credit support, the liquid credit support milestones, the Required Letter of Credit Amounts, the Required Liquid Credit Support Amounts, and associated methodologies described in Section B of Appendix E (Credit/Collateral Requirements) and in the Term Sheets to the RFP, as applicable to the Proposal(s), and (C) the terms of Section C of Appendix E (Credit/Collateral Requirements).

Bidder further certifies to ELL that (i) this certification has been prepared under the direction of and signed by *{Insert one of the following: the Treasurer of Bidder, an officer of Bidder, the Treasurer of a parent of Bidder, an officer of a parent of Bidder, as applicable}*, (ii) the undersigned performs a managerial credit oversight function, has expertise in providing and obtaining credit support in the types of Transactions proposed by Bidder in this RFP, and has been involved in the preparation of the Proposal(s), and (iii) this certification has been prepared and is dated reasonably contemporaneous with the date(s) of submission of the Proposal Package(s) for the Proposal(s).

Bidder Number *{Insert Bidder Number Assigned to Bidder}*

By: _____

Name: _____

Title: _____

Date: _____

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

Annex E-2

Form of Letter of Credit

Irrevocable Standby Letter of Credit No. [L/C NUMBER]

Date: [L/C ISSUANCE DATE]

BENEFICIARY:

ENTERGY LOUISIANA, LLC
c/o ENTERGY SERVICES, LLC
2107 RESEARCH FOREST DR.
THE WOODLANDS, TEXAS 77380

APPLICANT:

[INSERT NAME]
[ON BEHALF OF [_____]]
[INSERT ADDRESS]
[INSERT CITY/STATE/ZIP CODE]

LADIES AND GENTLEMEN:

AT THE REQUEST AND FOR THE ACCOUNT OF [●] (THE “APPLICANT”), ON BEHALF OF [●] (THE “ACCOUNT PARTY”), [ADDRESS], WE, [●] (THE “ISSUER”), HEREBY ESTABLISH, EFFECTIVE IMMEDIATELY, IN FAVOR OF ENTERGY LOUISIANA, LLC (THE “BENEFICIARY”), OUR IRREVOCABLE STANDBY LETTER OF CREDIT NO. [●] (THIS “LETTER OF CREDIT”) IN THE AGGREGATE AMOUNT OF [●] AND NO/100 UNITED STATES DOLLARS (U.S. \$[●].00) (AS SUCH AMOUNT MAY BE REDUCED FROM TIME TO TIME BY PARTIAL DRAWS HEREUNDER, THE “STATED AMOUNT”).

THIS LETTER OF CREDIT IS BEING ISSUED PURSUANT TO THAT CERTAIN [B-O-T ACQUISITION AGREEMENT] [POWER PURCHASE AGREEMENT] [TOLLING AGREEMENT], DATED AS OF [●], 202[●], BY AND AMONG THE APPLICANT, THE ACCOUNT PARTY, AND THE BENEFICIARY (SUCH AGREEMENT, AS MAY BE AMENDED, SUPPLEMENTED, OR OTHERWISE MODIFIED FROM TIME TO TIME, THE “AGREEMENT”).

THIS LETTER OF CREDIT IS ISSUED, PRESENTABLE, AND PAYABLE AT THE ISSUER’S OFFICE LOCATED AT [INSERT PHYSICAL ADDRESS OF BANK’S COUNTERS] AND, EXCEPT AS PROVIDED BELOW, EXPIRES WITH OUR CLOSE OF BUSINESS ON [INSERT DATE THAT IS AT LEAST 364 DAYS AFTER THE EFFECTIVE DATE OF L/C] (AS SUCH DATE MAY BE EXTENDED AS PROVIDED BELOW, THE “EXPIRATION DATE”).

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

IT IS A CONDITION OF THIS LETTER OF CREDIT THAT THIS LETTER OF CREDIT SHALL BE AUTOMATICALLY EXTENDED WITHOUT WRITTEN AMENDMENT FOR A PERIOD OF ONE (1) YEAR FROM THE INITIAL EXPIRATION DATE, AND THEREAFTER FOR ONE (1) YEAR FROM EACH FUTURE EXPIRATION DATE, UNLESS, AT LEAST THIRTY (30) CALENDAR DAYS PRIOR TO THE THEN APPLICABLE EXPIRATION DATE, WE NOTIFY THE BENEFICIARY IN WRITING BY REGISTERED MAIL, RETURN RECEIPT REQUESTED, OR OVERNIGHT COURIER SERVICE AT THE ABOVE-STATED ADDRESS THAT WE ELECT NOT TO EXTEND THIS LETTER OF CREDIT BEYOND THE THEN-APPLICABLE EXPIRATION DATE; PROVIDED, HOWEVER, THAT THE BENEFICIARY MAY, AT ANY TIME, RETURN THIS LETTER OF CREDIT TO US BY REGISTERED MAIL, RETURN RECEIPT REQUESTED, OR OVERNIGHT COURIER, WITH INSTRUCTIONS TO CANCEL THIS LETTER OF CREDIT, AND WE SHALL THEREAFTER CANCEL THIS LETTER OF CREDIT EFFECTIVE UPON OUR RECEIPT OF THIS LETTER OF CREDIT FROM THE BENEFICIARY, TOGETHER WITH SUCH INSTRUCTION.

THIS LETTER OF CREDIT SHALL FINALLY EXPIRE ON [*INSERT DATE THAT IS AT LEAST ONE YEAR AFTER THE INITIAL EXPIRATION DATE OF L/C*], IF IT HAS NOT PREVIOUSLY EXPIRED IN ACCORDANCE WITH THE PRECEDING PARAGRAPH.

FUNDS IN PAYMENT OF A DRAWING UNDER THIS LETTER OF CREDIT ARE AVAILABLE TO THE BENEFICIARY BY PAYMENT AT SIGHT AGAINST PRESENTATION, AT OUR OFFICE STIPULATED HEREINABOVE, OF THE APPROPRIATELY COMPLETED SIGHT DRAFT(S) IN THE FORM OF EXHIBIT 1 ATTACHED HERETO AND THE APPROPRIATELY COMPLETELY DRAWING CERTIFICATE(S) IN THE FORM OF EXHIBIT 2 ATTACHED HERETO, EACH PURPORTEDLY BEARING THE SIGNATURE OF AN AUTHORIZED PERSON FOR THE BENEFICIARY (COLLECTIVELY, THE "DRAWING DOCUMENTS").

WE HEREBY ENGAGE WITH YOU THAT ALL DOCUMENTS PRESENTED IN COMPLIANCE WITH THE TERMS OF THIS LETTER OF CREDIT SHALL BE DULY HONORED IF PRESENTED FOR PAYMENT ON OR BEFORE THE EXPIRATION DATE. IF A DRAWING IN COMPLIANCE WITH THE TERMS AND CONDITIONS HEREOF IS PRESENTED AT THE ADDRESS SPECIFIED ABOVE OR DELIVERED TO US BY OVERNIGHT COURIER AT OR PRIOR TO THE CLOSE OF BUSINESS ON A BUSINESS DAY, PAYMENT OF THE AMOUNT SPECIFIED IN SUCH DRAFT WILL BE MADE ON OR BEFORE THE CLOSE OF BUSINESS ON THE SECOND BUSINESS DAY FOLLOWING THE BUSINESS DAY OF DELIVERY.

WE MAY DISHONOR DRAWING DOCUMENTS ONLY IF SUCH DOCUMENTS DO NOT COMPLY WITH THE TERMS OF THIS LETTER OF CREDIT. WE HAVE NO DUTY OR RIGHT TO INQUIRE INTO THE VALIDITY OF OR THE BASIS FOR ANY DRAW. ANY NOTICE OF DISHONOR SHALL STATE ALL DISCREPANCIES UPON WHICH OUR DISHONOR IS BASED. PRESENTATION OF DEMANDS FOR AMOUNTS IN EXCESS OF THE AMOUNT AVAILABLE UNDER THIS LETTER OF CREDIT IS ACCEPTABLE AND

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

SUCH DEMANDS ARE NOT DISCREPANT FOR THAT REASON; HOWEVER, THE AMOUNT WE ARE OBLIGATED TO PAY ON ANY SUCH DEMAND WILL NOT EXCEED THE AMOUNT AVAILABLE UNDER THIS LETTER OF CREDIT.

PARTIAL AND MULTIPLE DRAWINGS ARE PERMITTED HEREUNDER. ANY DRAWING HONORED HEREUNDER BY THE ISSUER SHALL REDUCE THE STATED AMOUNT AVAILABLE FOR DRAWINGS BY THE AMOUNT OF SUCH DRAWING.

THIS LETTER OF CREDIT (INCLUDING THE DRAW RIGHTS HEREUNDER) IS (ARE) TRANSFERABLE BY THE BENEFICIARY (INCLUDING AS COLLATERAL FOR INDEBTEDNESS OF THE BENEFICIARY), AND MAY BE SUCCESSIVELY TRANSFERRED. WE HEREBY ACKNOWLEDGE AND CONSENT, WITHOUT FURTHER CONDITIONS, TO THE PRESENT OR FUTURE ASSIGNMENT OF THE PROCEEDS OF ANY DRAWING UNDER THIS LETTER OF CREDIT. TRANSFER OF THIS LETTER OF CREDIT (INCLUDING THE DRAW RIGHTS) OR ANY ASSIGNMENT OF DRAW PROCEEDS HEREUNDER SHALL BE EFFECTUATED, WITHOUT FURTHER CONDITIONS, BY THE PRESENTATION TO US OF AN APPROPRIATELY COMPLETED CERTIFICATE SUBSTANTIALLY IN THE FORM OF EXHIBIT 3 ATTACHED HERETO PURPORTEDLY BEARING THE SIGNATURE OF AN AUTHORIZED PERSON FOR THE BENEFICIARY (“TRANSFER CERTIFICATE”). UPON RECEIPT OF A TRANSFER CERTIFICATE, WE UNDERTAKE TO EXECUTE PROMPTLY THE CONFIRMATION SET FORTH AT THE END OF THE TRANSFER CERTIFICATE AND FORWARD THE SAME DIRECTLY TO THE TRANSFEREE; HOWEVER, SUCH CONFIRMATION SHALL NOT BE A CONDITION TO THE TRANSFER. WE HAVE NO DUTY OR RIGHT TO INQUIRE INTO WHETHER ANY TRANSFEREE OF THIS LETTER OF CREDIT (INCLUDING THE DRAW RIGHTS HEREUNDER) IS THE BENEFICIARY’S PERMITTED ASSIGNEE OR SUCCESSOR UNDER THE AGREEMENT OR ANY OTHER CONTRACT AND WE MAY RELY EXCLUSIVELY ON YOUR CERTIFICATE. A TRANSFEREE OF THIS LETTER OF CREDIT SHALL SUCCEED AND BE ENTITLED TO ALL RIGHTS AND SUBJECT TO ALL OBLIGATIONS OF THE ASSIGNING BENEFICIARY UNDER THIS LETTER OF CREDIT FROM AND AFTER THE EFFECTIVENESS OF THE TRANSFER OF THIS LETTER OF CREDIT TO SUCH TRANSFEREE.

ALL BANKING CHARGES ASSOCIATED WITH THIS LETTER OF CREDIT ARE FOR THE ACCOUNT OF THE APPLICANT.

AS USED HEREIN, “BUSINESS DAY” MEANS ANY DAY OTHER THAN SATURDAY, SUNDAY, OR A DAY ON WHICH COMMERCIAL BANKS IN NEW YORK, NEW YORK, ARE AUTHORIZED OR REQUIRED TO CLOSE.

THIS LETTER OF CREDIT IS GOVERNED BY THE INTERNATIONAL STANDBY PRACTICES, INTERNATIONAL CHAMBER OF COMMERCE (ICC) PUBLICATION NO. 590 (“ISP98”), EXCEPT TO THE EXTENT THAT THE TERMS OF THIS LETTER OF CREDIT ARE INCONSISTENT WITH THE PROVISIONS OF THE ISP98, IN WHICH CASE

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

THE TERMS OF THIS LETTER OF CREDIT SHALL GOVERN. AS TO MATTERS NOT ADDRESSED BY THE ISP98, AND TO THE EXTENT NOT INCONSISTENT WITH THE ISP98 OR THE TERMS OF THIS LETTER OF CREDIT, THIS LETTER OF CREDIT SHALL BE GOVERNED BY AND CONSTRUED IN ACCORDANCE WITH THE LAW OF THE STATE OF NEW YORK (INCLUDING, WITHOUT LIMITATION, ARTICLE 5 OF THE UNIFORM COMMERCIAL CODE OF THE STATE OF NEW YORK) AND APPLICABLE U.S. FEDERAL LAW.

THIS LETTER OF CREDIT, INCLUDING THE EXHIBITS HERETO, SETS FORTH IN FULL THE TERMS OF OUR UNDERTAKING, AND SUCH UNDERTAKING SHALL NOT IN ANY WAY BE MODIFIED, AMENDED, OR AMPLIFIED BY REASON OF OUR REFERENCE TO ANY AGREEMENT OR INSTRUMENT, INCLUDING ANY AGREEMENT OR INSTRUMENT IN WHICH THIS LETTER OF CREDIT IS REFERENCED. ANY SUCH AGREEMENT OR INSTRUMENT SHALL NOT BE DEEMED INCORPORATED HEREIN BY REFERENCE.

SINCERELY,

[ISSUING BANK]

NAME: _____

TITLE: _____

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

2024 ELL COMBINED CYCLE COMBUSTION TURBINE RFP

Annex E

EXHIBIT 1

[*BENEFICIARY LETTERHEAD*]²

SIGHT DRAFT

[*DATE*]

[*BANK*

DEPARTMENT

ADDRESS STREET

CITY, STATE, ZIP]

ATTENTION: [*STANDBY LETTER OF CREDIT SECTION*]

RE: IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER [●]

FOR VALUE RECEIVED, PAY TO THE ORDER OF [●] BY WIRE TRANSFER OF IMMEDIATELY AVAILABLE FUNDS TO THE FOLLOWING ACCOUNT:

[*NAME OF ACCOUNT*]

[*ACCOUNT NUMBER*]

[*NAME AND ADDRESS OF BANK AT WHICH ACCOUNT IS MAINTAINED*]

[*ABA NUMBER*]

[*REFERENCE*]

THE FOLLOWING AMOUNT:

[*INSERT NUMBER OF DOLLARS IN WRITING*] UNITED STATES DOLLARS

(*US\$ [INSERT NUMBER OF DOLLARS IN FIGURES]*)

DRAWN UPON YOUR IRREVOCABLE STANDBY LETTER OF CREDIT NO. [●] DATED [●], 20[●].

[*INSERT NAME OF THE BENEFICIARY/TRANSFeree*]

BY: _____

NAME: _____

TITLE: _____

² Use the applicable Transferee letterhead if Entergy Louisiana, LLC has transferred the Letter of Credit.

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

EXHIBIT 2

DRAWING CERTIFICATE

[DATE]

[BANK

DEPARTMENT

ADDRESS STREET

CITY, STATE, ZIP]

ATTENTION: [STANDBY LETTER OF CREDIT SECTION]

RE: IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER [●]

LADIES AND GENTLEMEN:

THE UNDERSIGNED, A DULY AUTHORIZED OFFICER OF ENTERGY LOUISIANA, LLC³ (THE “BENEFICIARY”) OF THE CAPTIONED LETTER OF CREDIT (THE “LETTER OF CREDIT”), HEREBY CERTIFIES TO [●] (THE “ISSUER”) WITH RESPECT TO THE LETTER OF CREDIT (THE TERMS DEFINED IN THE LETTER OF CREDIT AND NOT OTHERWISE DEFINED HEREIN BEING USED HEREIN AS DEFINED IN THE LETTER OF CREDIT) THAT:

(1) [●] (THE “ACCOUNT PARTY”) IS A PARTY TO THAT CERTAIN [B-O-T ACQUISITION AGREEMENT] [POWER PURCHASE AGREEMENT] [TOLLING AGREEMENT], DATED AS OF [●], 202[●], BY AND AMONG THE APPLICANT, ACCOUNT PARTY, AND THE BENEFICIARY (SUCH AGREEMENT, AS MAY BE AMENDED, SUPPLEMENTED, OR OTHERWISE MODIFIED FROM TIME TO TIME, THE “AGREEMENT”).

– AND –

(2) THE AMOUNT BEING DRAWN PURSUANT TO THIS CERTIFICATE IS IN THE AMOUNT THAT IS DUE AND OWING TO THE BENEFICIARY UNDER THE AGREEMENT OR ANY OTHER “ANCILLARY AGREEMENT” (AS DEFINED IN THE AGREEMENT) BEYOND ANY APPLICABLE NOTICE OR GRACE PERIOD AND REMAINS UNPAID AT THE TIME OF THIS DRAWING.

-OR-

³ Use the name of the applicable Transferee if Entergy Louisiana, LLC has transferred the Letter of Credit.

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

(3) (A) THE LETTER OF CREDIT WILL EXPIRE IN SIXTY (60) CALENDAR DAYS OR LESS OR (B) THE LETTER OF CREDIT NO LONGER SATISFIES THE REQUIREMENTS SET FORTH IN THE DEFINITION OF “LETTER OF CREDIT” IN THE AGREEMENT, AND, IN EITHER CASE, THE APPLICANT (ON BEHALF OF THE ACCOUNT PARTY) OR THE ACCOUNT PARTY HAS FAILED TO PROVIDE A SUBSTITUTE LETTER OF CREDIT MEETING THE APPLICABLE REQUIREMENTS OF THE AGREEMENT WITHIN THE PERIOD REQUIRED UNDER THE AGREEMENT.

IN WITNESS WHEREOF, THE UNDERSIGNED HAS EXECUTED THIS DRAWING CERTIFICATE ON THIS [●] DAY OF [●], 20[●].

BY: _____

NAME: _____

TITLE: _____

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

EXHIBIT 3

FORM OF TRANSFER NOTICE

[DATE]

[BANK

DEPARTMENT

ADDRESS STREET

CITY, STATE, ZIP]

ATTENTION: [STANDBY LETTER OF CREDIT SECTION]

RE: IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER [●]

LADIES AND GENTLEMEN:

THIS TRANSFER NOTICE IS PRESENTED UNDER THE REFERENCED LETTER OF CREDIT. CAPITALIZED TERMS NOT OTHERWISE DEFINED IN THIS TRANSFER NOTICE HAVE THE MEANINGS GIVEN TO THEM IN THE LETTER OF CREDIT.

FOR VALUE RECEIVED, THE BENEFICIARY HEREBY IRREVOCABLY ASSIGNS TO:

NAME OF TRANSFEREE: _____

ADDRESS: _____

ALL RIGHTS OF THE UNDERSIGNED BENEFICIARY [PICK FIRST ALTERNATIVE FOR FULL ASSIGNMENT AND SECOND ALTERNATIVE FOR ASSIGNMENT OF PROCEEDS] [UNDER THE LETTER OF CREDIT IN ITS ENTIRETY] [TO THE PROCEEDS OF ANY DRAWINGS UNDER THE LETTER OF CREDIT, WHICH SHALL BE PAYABLE AS FOLLOWS: [INSERT ANY APPLICABLE PAYMENT INSTRUCTIONS]].

THIS ASSIGNMENT SHALL BE EFFECTIVE AS OF [●].

[INSERT ONLY FOR FULL ASSIGNMENT] [BY THIS TRANSFER, ALL RIGHTS OF THE UNDERSIGNED BENEFICIARY UNDER SUCH LETTER OF CREDIT ARE ASSIGNED TO THE TRANSFEREE AND THE TRANSFEREE SHALL HAVE THE SOLE RIGHTS AS BENEFICIARY THEREOF, INCLUDING SOLE RIGHTS RELATING TO ANY AMENDMENTS, WHETHER INCREASES OR EXTENSIONS OR OTHER AMENDMENTS AND WHETHER NOW EXISTING OR HEREAFTER MADE. ANY AND ALL AMENDMENTS TO THE LETTER OF CREDIT AFTER THE EFFECTIVENESS OF THIS ASSIGNMENT ARE TO BE MADE DIRECTLY WITH THE TRANSFEREE AND WITHOUT

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.

THE NECESSITY OF NOTICE TO OR THE CONSENT OF THE UNDERSIGNED BENEFICIARY.]

WE ASK YOU TO EXECUTE THE CONFIRMATION SET FORTH BELOW AND FORWARD IT DIRECTLY TO THE TRANSFEREE.

IN WITNESS WHEREOF, THE UNDERSIGNED HAS EXECUTED THIS TRANSFER NOTICE AS OF THE [●] DAY OF [●], 20[●].

[INSERT NAME OF THE BENEFICIARY]

BY: _____

NAME: _____

TITLE: _____

IN WITNESS WHEREOF, THE UNDERSIGNED HAS EXECUTED THIS TRANSFER NOTICE AS OF THE [●] DAY OF [●], 20[●], AND HEREBY CONFIRMS THE ASSIGNMENT OF THE LETTER OF CREDIT TO THE TRANSFEREE REFERENCED ABOVE.

[INSERT BANK NAME]

BY: _____

NAME: _____

TITLE: _____

The statements contained in this Appendix E are made subject to the Reservation of Rights set forth in Appendix E of this RFP and the terms and acknowledgements set forth in the Proposal Submission Agreement.