



SNC-LAVALIN GROUP INC.
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September 3rd, 2013

Mr. Hans Hoogervorst
Chair, International Accounting Standards Board
30 Cannon Street
London EC4M6XH
United Kingdom

RE: Exposure Draft ED/2013/5 Regulatory Deferral Accounts

Dear Mr. Hoogervorst:

SNC-Lavalin Group Inc., a Canadian-based company, is one of the leading engineering and construction groups in the world and a major player in the ownership of infrastructure, and in the provision of operations and maintenance services. SNC-Lavalin has offices across Canada and in over 40 other countries around the world, and is currently active in some 100 countries.

We have read the Exposure Draft with great attention, since we own 100% of AltaLink Holdings, L.P., which owns AltaLink, L.P. ("AltaLink"), a rate-regulated transmission utility in Alberta, Canada. AltaLink is regulated by the Alberta Utilities Commission (AUC) and is subject to rate-regulation by the AUC. As Canada's only stand-alone transmission company, AltaLink is responsible for the maintenance and operation of approximately 12,000 kilometres of transmission lines and 280 substations in Alberta. AltaLink owns more than half of Alberta's transmission grid and serves 85 per cent of its population. Additionally, AltaLink owns the Alberta portion of the interconnection to British Columbia used to import and export electricity, connecting Alberta to the power grid in the Pacific Northwest.

AltaLink currently prepares audited financial statements in accordance with International Financial Reporting Standards (IFRS) and its financial statements are consolidated in SNC-Lavalin Group Inc.'s audited consolidated financial statements, also prepared in compliance with IFRS. The initial adoption of IFRS for both AltaLink and SNC-Lavalin Group inc. occurred on January 1, 2011, as with many other Canadian companies.

Overall, we support the proposals contained in the Exposure Draft for regulatory deferral accounts. We agree that they meet the objective to enhance the comparability of financial reporting by reducing barriers to the adoption of IFRS by entities with rate-regulated activities until guidance is developed through the comprehensive Rate-Regulated Activities project.

Please contact the undersigned if you have any questions.

Pasquale Di Lillo, CPA, CA
Senior Vice-President and Corporate Controller