Frequently Asked Questions -- Termination of Kentucky Power Stock Purchase Agreement

Prepared as at April 17, 2023

1. **What was announced?**
   - Algonquin Power & Utilities Corp. ("AQN") announced today that Liberty Utilities Co., an indirect subsidiary of AQN, has mutually agreed with American Electric Power to terminate the stock purchase agreement regarding Kentucky Power Company and AEP Kentucky Transmission Company, Inc.

2. **Why did you decide to terminate the stock purchase agreement?**
   - After careful consideration, and in light of the evolving macroeconomic environment, our Board of Directors and management team have determined that continuing with the Kentucky Power transaction is not in the best interests of the Company.

3. **Does the termination of the Kentucky transaction impact your 2023 Adjusted Net Earnings per share outlook?**
   - No. We maintain our previously-disclosed estimated 2023 Adjusted Net Earnings per share range of $0.55 to $0.61. See *Non-GAAP Measures* below.

4. **Is AQN required to pay a termination fee?**
   - No.

5. **Will you still target ~$1B asset sales announcements without a Kentucky transaction?**
   - We remain committed to our capital recycling plan and continue to see opportunity to focus the portfolio. We now have more flexibility on the timing of our previously discussed $1 billion of asset sales announcements.

6. **Does the termination of the Kentucky transaction change your targeted business mix?**
   - We continue to target a business mix with a minimum 70% regulated contribution.

7. **Has the termination of the Kentucky transaction increased risk to your dividend?**
   - Our previously-announced dividend reset was calibrated to encompass a wide variety of scenarios.
   - We are comfortable with the dividend as it stands.

8. **What is your capital expenditures outlook for 2023?**
   - We expect to spend approximately $1 billion in organic capital expenditures in 2023, which is unchanged from our prior expectations.

9. **Do you still expect to not require any new equity financings through 2024?**
   - We still do not expect to require any new equity financings in 2023 or 2024.

Caution Regarding Forward-Looking Information

Certain statements included in this document constitute ''forward-looking information'' within the meaning of applicable securities laws in each of the provinces and territories of Canada and the respective policies, regulations and rules under such laws and ''forward-looking statements'' within the meaning of the U.S. Private Securities Litigation Reform Act of 1995 (collectively, ''forward-looking statements"). The words "will", "expects", "estimates", "intends", "plans", "targets" and similar expressions are often intended to identify forward-looking statements, although not all forward-looking statements contain these identifying words. Specific forward-looking statements in this document include, but are not limited to, statements regarding: AQN's estimated 2023 Adjusted Net Earnings per common share; asset sales, including the timing and amount of proceeds therefrom and the expected benefits thereof; the expected business mix of AQN; capital expenditure expectations; and the expectation of no new equity financings through 2024. These statements are based on factors or assumptions that were applied in drawing a conclusion or making a forecast or projection, including assumptions based on historical trends, current conditions and expected future developments. Since forward-looking statements relate to future events and conditions, by their very nature they require making assumptions and involve inherent risks and uncertainties. AQN cautions that although it is believed that the assumptions are reasonable in the circumstances, these risks and uncertainties give rise to the possibility that actual results may differ materially from the expectations set out in the forward-looking statements. Forward-looking information contained herein (including any financial outlook) is provided for the purposes of assisting in understanding the Company and its business, operations, risks, financial performance, financial position and cash flows as at and for the periods indicated and to present information about management's current expectations and plans relating to the future and such information may not be appropriate for other purposes. Material risk factors and assumptions include those set out in AQN's Management Discussion & Analysis for the three and twelve months ended December 31, 2022 (the "Annual MD&A") and Annual Information Form for the year ended December 31, 2022, each of which is available on SEDAR and EDGAR. In addition, AQN's estimate for 2023 Adjusted Net Earnings per common share set out above is based on, and should be read in conjunction with, the assumptions set out under "Outlook – Estimated 2023 Adjusted Net Earnings Per Common Share" and "Caution Concerning Forward-Looking Statements and Forward-Looking Information" in the Annual MD&A.

Given these risks, undue reliance should not be placed on these forward-looking statements, which apply only as of their dates. Other than as specifically required by law, AQN undertakes no obligation to update any forward-looking or other statements herein to reflect new information, subsequent or otherwise.

Non-GAAP Measures

AQN uses a number of financial measures to assess the performance of its business lines. Some measures are calculated in accordance with generally accepted accounting principles in the United States ("U.S. GAAP"), while other measures do not have a standardized meaning under U.S. GAAP. These non-GAAP measures include non-GAAP financial measures and non-GAAP ratios, each as defined in Canadian National Instrument 52-112 — *Non-GAAP and Other Financial Measures Disclosure*. AQN's method of calculating these measures may differ from methods used by other companies and therefore may not be comparable to similar measures presented by other companies.

The term "Adjusted Net Earnings", which is used above, is a non-GAAP financial measure. An explanation of "Adjusted Net Earnings" can be found in the section entitled "Caution Concerning Non-GAAP Measures" in the Annual MD&A, which section is incorporated by reference into this document. In addition, "Adjusted Net Earnings" is presented above on a per common share basis. Adjusted Net Earnings per common share is a non-GAAP ratio and is calculated by dividing Adjusted Net Earnings by the weighted average number of common shares outstanding during the applicable period. The Company’s estimated 2023 Adjusted Net Earnings per common share is calculated excluding the impact of gains or losses from asset dispositions, but is otherwise calculated in a manner consistent with the description set out under "Caution Concerning Non-GAAP Measures – Adjusted Net Earnings" in the Annual MD&A.

AQN does not provide reconciliations for forward-looking non-GAAP financial measures as AQN is unable to provide a meaningful or accurate calculation or estimation of reconciling items and the information is not available without unreasonable effort. This is due to the inherent difficulty of forecasting the timing or amount of various events that have not yet occurred, are out of AQN's control and/or cannot be reasonably predicted, and that would impact the most directly comparable forward-looking U.S. GAAP financial measure. For these same reasons, AQN is unable to address the probable significance of the unavailable information. Forward-looking non-GAAP financial measures may vary materially from the corresponding U.S. GAAP financial measures.