

- 1 Q. Treat the debt guarantee fee as a component of return on equity rather than
2 interest expense and recalculate return on equity as a percentage for each year
3 from 1992 to 2000 and forecast for 2001 and 2002.
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- 6 A. Attached is the calculation of Hydro's return on equity, treating the debt
7 guarantee fee as a component of return rather than interest expense.