

Q. NLH-129 CA (Re: Page 11, lines 1-3)

Dr. Kalymon states, “The business risks of electrical utilities in Ontario and Alberta are currently substantially higher due to the level of competition which is being mandated in these markets”. Is competition the only factor driving the “substantially higher” business risks in Ontario and Alberta? Please explain.

A. **Competition is not the only factor, but a major factor. Other factors would include in Ontario nuclear technology risk and political risk arising from variations in regulatory policies.**