

1 **Q. Reference: Dr. Booth Evidence, Page 41, Lines 11-13: Does Dr. Fernandez,**  
2 **whose survey Dr. Booth relies on for his market risk premium, support the use of**  
3 **the CAPM to estimate the return on equity? If not, why not?**

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5 A. Dr. Booth's understanding is that Professor Fernandez is not a fan of the CAPM,  
6 but he is not an expert in asset pricing or the use of the CAPM and Dr. Booth is not aware  
7 that he has published any research in the area.

8

9 Note that Professor Fernandez' survey work is not "his" in the sense that he is simply  
10 reporting the views and estimates of thousands of professionals.