

1 **Q. Reference: Dr. Booth Evidence, Page 69, Lines 14-16: Since Dr. Booth**
2 **believes that yields on long-term Canadian bonds are well below any normal**
3 **equilibrium level, would he agree that one of the underlying assumptions of the**
4 **CAPM is not being met under current market conditions, thereby rendering the**
5 **results of the CAPM less reliable than other models? If not, why not?**

6
7 **A. Not at all for the reasons given in answer to NP-CA-46.**