

1 **Q. Reference: Dr. Booth Evidence, Page 79, Lines 5-6**

2

3 *“In a dictionary sense risk is the probability of incurring harm. On the basis of its*
4 *demonstrated ability at earning its allowed ROE, NP has not suffered any risk*
5 *whatsoever.”*

6

7 **Is it Dr. Booth’s opinion that Newfoundland Power has no risk whatsoever because**
8 **of its demonstrated ability at earning its allowed ROE?**

9

10 **A. No.**

11

12 Dr Booth’s judgment is based on a forward perspective of risk. However, it is Dr.
13 Booth’s judgment that most Canadian utilities only face capital market risk and very little
14 business risk as he has stated on many occasions.