

**Q. Reference: Transcript, April 5, 2016
Page 139, Lines 19-25**

Undertake to provide a table in the fashion that Ms. McShane has used in Table 9 of this cross-aid so that we can see what the risk premium over bond total returns would be, and as well as the risk premium over bond income returns would be so we can make the comparison.

A. The table below provides the historical market risk premium for the U.S. using the total return on large company stocks less the total return on long-term government bonds for the time period from 1926-2014, as reported by Morningstar in Table 6-7 of the 2015 Classic Yearbook.

**Table 1: Historical Market Risk Premium
U.S. – 1926-2014**

	Total Return	Income Only
Total Return on Large Company Stocks	12.1%	12.1%
Total Return on Long-Term Government Bonds	6.1%	
Income Only Return on Long-Term Government Bonds		5.1%
Historical Market Risk Premium	6.0%	7.0%