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2 **Q. Reference: Page 59, Lines 14-15**  
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4 **Does Dr. Booth believe that Newfoundland Power's increased bond yields are caused**  
5 **by "...increases in default probabilities, increasing expected losses or increasing risk**  
6 **premiums"?**  
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9 **A.** Dr. Booth believes that NP's current bond yields are caused by normal cyclical behaviour  
10 encompassing all the factors he discusses in his testimony.  
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