

Q. Please provide any citations recommending the appropriate use of a “judgment adjusted beta” as used by Dr. Booth on page 34 of his testimony.

A. Is this question asking for citations to the literature to justify using judgement? Dr. Booth tells his students that if they produce estimates and write reports based purely on statistics they will be paid as statisticians and not MBAs or economists. Dr. Booth would hope that every single expert before the PUB and every finance textbook is based on judgement. It is a sad day when they are not.