

1 **Q. Reference Evidence of Newfoundland power, pages 1-2: In the DBRS report of**
2 **January 24, 2012 DBRS reports the company's actual ROE as 8.9%, 8.6%, 8.8%,**
3 **8.6\$ and 9.0% for 2010 to 2006 respectively. Please provide the company's long**
4 **term debt cost for each year on the same calendar basis as the DBRS ROE data.**

5
6 A. Table 1 provides Newfoundland Power's cost of debt for the years 2006 through 2010.
7
8

Table 1
Cost of Debt¹

| Year | % |
|-------------|----------|
| 2006 | 8.14 |
| 2007 | 7.88 |
| 2008 | 7.72 |
| 2009 | 7.67 |
| 2010 | 7.63 |

9
10
11 The embedded cost of debt shown in Table 1 includes debt costs associated with
12 Newfoundland Power's First Mortgage Sinking Fund Bonds and its Committed Credit
13 Facility.

¹ Newfoundland Power's cost of debt is reported each year in Return 25 of the Annual Report to the Board.