

1 **Q. Reference Evidence of Newfoundland power, pages 3 & 21: Further to CA-NP-11**
2 **above please indicate the financial crisis risk premium included in the Regie's 9.2%**
3 **ROE award for Gaz Metro.**
4

5 A. As stated in Response to Request for Information CA-NP-11, the Regie's 9.20% allowed
6 rate of return on equity for Gaz Metro was based upon a risk-free rate of 4.30% and an
7 equity risk premium of 4.90%. The Regie did not specifically state any further
8 breakdown of the rate of return on equity that was awarded.
9

10 The Regie did not make any explicit reference to an amount for a financial crisis risk
11 premium included in the 9.20% allowed rate of return on equity.