

- 1 **Q. Evidence of Ms. McShane, Equity risk premium tests, Pages 44-56: Please confirm**
2 **that in her 2009 testimony (page 55) Ms. McShane used a 6.75% estimate for the**
3 **market risk premium.**
4
5 A. Confirmed, based on the forecasts of long-term Canada bond yields at the time, which
6 were 4.25% for the near-term (2010) and 5.25% for the longer-term.