

- 1 **Q. Evidence of Ms. McShane, relative risk adjustments, Pages 56-61: Please confirm**
2 **that trading and markets are now dominated by institutions and indicate which**
3 **institutions she believes do not hold large diversified portfolios.**
4
5 A. Confirmed that institutions such as pension funds and mutual funds make up a large
6 proportion of trading and markets. She is not aware of institutions that do not hold large
7 diversified portfolios.