

1 **Q. Evidence of Dr. Vander Weide: At. P. 43 (line 28-31) Dr. Vander Weide states that**
2 **he has conservatively concluded that his comparable companies' cost of equity is**
3 **10.4 percent as shown in Table 5 at p. 44. Please re-state Table 5 assuming the use**
4 **of Value Line Safety Rank 1 companies.**

5
6 **A.** Although Dr. Vander Weide does not believe that the information requested would be
7 useful in determining the cost of equity for Newfoundland Power for the reasons
8 discussed in the responses to CA NP 305, CA NP 306, CA NP 307, and CA NP 308, the
9 information is provided below.
10
11

**REVISED TABLE 1
IN RESPONSE TO CA NP 309**

METHOD	COST OF EQUITY
Ex Post Risk Premium	10.3
Ex Ante Risk Premium	10.7
Discounted Cash Flow	9.4
Average	10.1