

*Arguments against the use of the ELG*

Figure 1

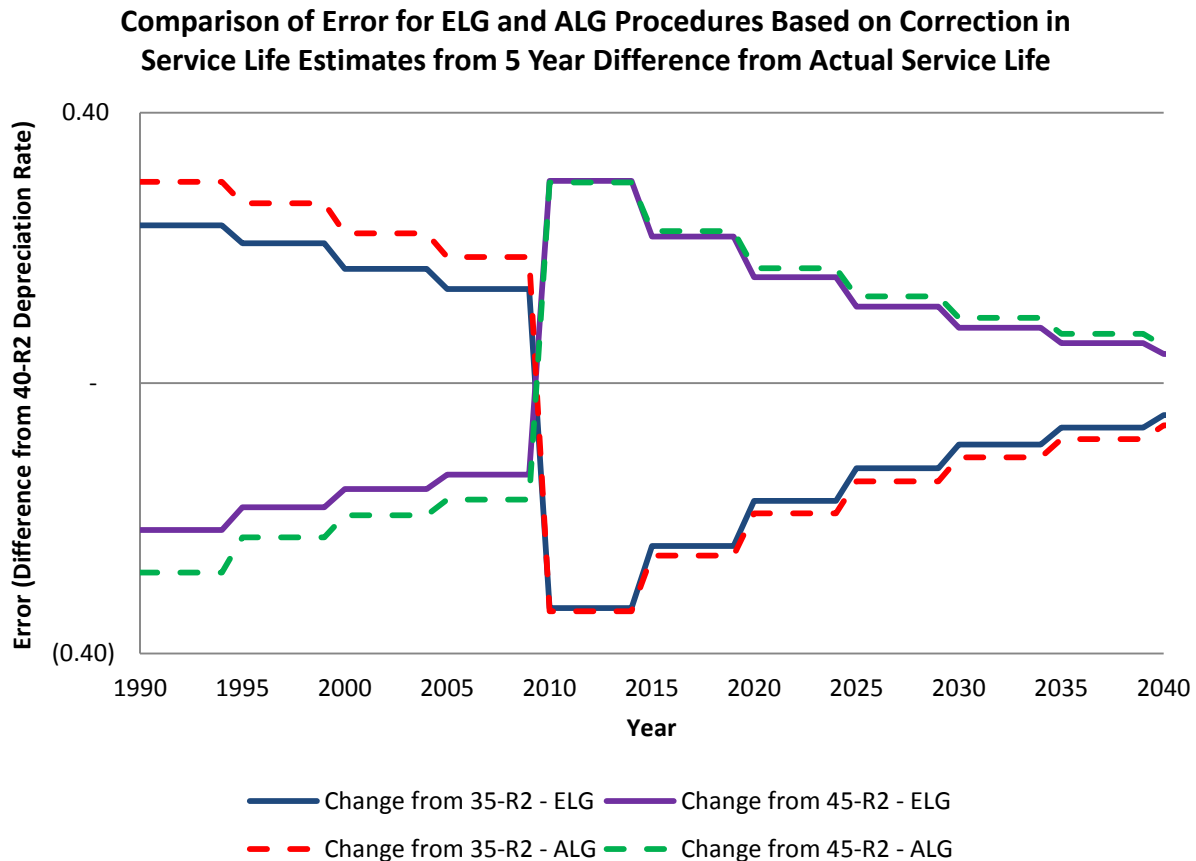


Figure 1 shows the results of this analysis. The solid lines in the chart represent the differences in depreciation rates between scenarios 2 and 3 and scenario 1 for the ELG procedure, and the dashed lines represent the same for the ALG procedure. As the chart shows, at the time of the correction in service life in 2010, the both the ELG and ALG procedures show a similar difference from depreciation rates based on the correct estimate. However, both before and after the change the ALG depreciation rates show a higher degree of error. This analysis indicates there is no basis to conclude that ELG depreciation rates show a higher degree of error.