

1 **Q. CA-PUB-37 Reference pages 34-37: DCF Estimates: Can Mr. MacDonald confirm**  
2 **that currently that yield curves in the US and Canada are completely different? In**  
3 **particular, that long US treasuries are yielding 0.40% more than long Canada and**  
4 **that this is forecast to increase even more to 1.0% by the end of 2013?**

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6 A. Mr. MacDonald confirms that Canada and the US have individual yield curves.  
7 Consensus Economics October 2013 Consensus Forecast estimates that the 10 Year  
8 Treasury Bond Yield for both Canada and the US at the end of October 2013 will be  
9 2.2%. Mr. MacDonald's long bond estimate has been determined by adding an observed  
10 long bond premium of 59bps to the 10 Year Treasury Bond Yield.