

PUB CA 29

1 Q. **Pg. 64 – As your DCF and comparable earnings result in higher ROEs than your**
2 **CAPM conclusion, should your conclusion be based on more than one ROE**
3 **methodology?**
4

5 A. Please see the answer to PUB-CA-28 as the answer is clearly no. First they do not lead to
6 higher results and second you have to use the right technique. You can get right answers
7 by using the wrong technique in the same way that a broken clock tells the right time twice
8 a day, but it is better to use the right technique.