

- 1 Q. Consumer Question: On page 5 of the April 1, 2011 letter to the Joint Panel Nalcor
2 states that the capital structure for Muskrat Falls generation is 59/41 debt/equity.
3 At [http://www.nalcorenergy.com/assets/infocentre_infosheets_capitalinvestment](http://www.nalcorenergy.com/assets/infocentre_infosheets_capitalinvestment_profilefinal.pdf)
4 [profilefinal.pdf](http://www.nalcorenergy.com/assets/infocentre_infosheets_capitalinvestment_profilefinal.pdf) Nalcor states that "The cost to build the generating facility and
5 transmission link to Churchill Falls will be paid through an equity investment from
6 the Government of Newfoundland and Labrador". In CA/KPR-Nalcor 20 Nalcor
7 states that the capital structure is 100% equity. Please clarify your capital structure
8 assumptions along with assumptions on the cost of equity and debt underlying the
9 7.7 and 14.3 cent numbers.
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12 A. Please refer to Nalcor's response to CA/KPL-Nalcor-138 and CA/KLP-Nalcor-139.