

- 1 **Q. Please confirm that, by using a methodology whereby an initial interest rate was**
2 **assigned to an asset for the full life of the asset instead of using a methodology**
3 **whereby Hydro would have revised its sinking fund calculation as debt was retired**
4 **and debt cost changed over time, Hydro did not, in Mr. Pous' opinion, sufficiently**
5 **accumulate over time the reserve related to each asset.**
6
7 **A. Confirmed, for accounting purposes.**