

- 1 **Q. Please estimate what the point estimate return on equity would be if Ms. McShane**
2 **applied a 50% weight to her equity risk premium and a 50% weight to a discounted**
3 **cash flow analysis and no weight to her comparable earnings analysis.**
4
- 5 A. The average of the risk premium and DCF results only produces a return in the range of
6 9.375% to 10.125% (mid-point of 9.75%).