

1 **Volume 2: Cost of Capital: Expert Opinion of James Coyne- Capital Structure and Risk**
2 **Profile**

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4 **Q. Can Mr. Coyne confirm that he checked Newfoundland Power’s security filings to**
5 **see whether Newfoundland Power has informed investors of any changes in its risk**
6 **profile since 2015? If so, please provide any extracts from such filings that indicate**
7 **increased business risk for Newfoundland Power.**

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9 A. Concentric evaluates risk from the standpoint of an equity investor, and although
10 Newfoundland Power does issue its own debt, the Company does not issue its own equity
11 securities. Concentric did, however, review Newfoundland Power’s most recent credit
12 rating reports.