

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

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4 **Q. Given the importance of the recovery of power costs, can Mr. Coyne provide copies**
5 **of all demand studies relied on to indicate there may be problems in recovering the**
6 **higher cost of Muskrat Falls power supply? In particular, what studies of the price**
7 **elasticity of demand for electricity in Newfoundland and Labrador did**
8 **Newfoundland Power provide, or Mr. Coyne consult, in the preparation of his**
9 **report?**

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11 A. Please see the Company’s response to PUB-NP-103 for a full discussion of the price
12 elasticity of demand and the impacts of price increases on demand in both the short and
13 long-term.