

1 **UNDERTAKING J11.1**

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3 **Undertaking**

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5 To provide estimate of probability that the discount rate for Darlington refurbishment

6 would be outside the range of 6 to 8 percent, the 7 percent, plus or minus 1 percent,

7 over its life.

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10 **Response**

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12 In the Monte Carlo analysis to develop the probability distribution for the LUEC of the

13 Darlington Refurbishment project, the probability assigned to the discount rate being

14 within the range of 6% to 8% was 80%. Therefore, there was a 20% probability assigned

15 to the discount rate being outside the 6% to 8% range.