

DEBT COST PROOF

Assumes 10 year debt expense amortization

Coupon Rate	Amount	Premium Discount	Expense	Capital Employed	Interest Charge	Discount Amortization	Expense Amortization	Cost of Capital	Capital Cost %
A	B	C	D	E	F	G	H	I	J
5.00%	100,000	800	1,200	98,000	5,000	80	120	5,200	5.31%
Capital Cost %, Discount and Expense Only ((Column G + Column H) Divided by Column E) =									0.20% [1]
Recovery of Discount and Expense, Company Proposal (Item [1] * Column E * 10) =									2,000
Total Discount + Expense (Column C + Column D) =									2,000
Over/(Under) Recovery of Debt Expense =									0