

Puget Sound Energy, Inc.

Internal Growth Rate

<u>Line</u>	<u>Utility Companies</u>	<u>3-5 Yr. Dividends P/S Projection (1)</u>	<u>3-5 Yr. Earnings P/S Projection (2)</u>	<u>3-5 Yr. ROE (3)</u>	<u>3-5 Yr. Payout Ratio (4)</u>	<u>3-5 Yr. Retention Rate (5)</u>	<u>3-5 Yr. Internal Growth Rate (6)</u>
1	Ameren Corp.	\$2.54	\$3.55	9.49%	71.55%	28.45%	2.70%
2	Avista Corp	\$1.20	\$1.75	8.43%	68.57%	31.43%	2.65%
3	Cleco Corp.	\$1.50	\$2.25	10.47%	66.67%	33.33%	3.49%
4	DTE Energy	\$2.30	\$3.75	8.93%	61.33%	38.67%	3.45%
5	Empire District Electric	\$1.40	\$2.00	11.11%	70.00%	30.00%	3.33%
6	Exelon Corp.	\$2.40	\$5.75	23.96%	41.74%	58.26%	13.96%
7	FirstEnergy Corp.	\$3.00	\$5.50	13.58%	54.55%	45.45%	6.17%
8	IDACORP Inc.	\$1.20	\$2.35	7.99%	51.06%	48.94%	3.91%
9	NiSource Inc.	\$1.00	\$1.50	7.32%	66.67%	33.33%	2.44%
10	OGE Energy	\$1.55	\$3.00	12.12%	51.67%	48.33%	5.86%
11	Pepco Holdings	\$1.80	\$3.00	12.24%	60.00%	40.00%	4.90%
12	PG&E Corp.	\$2.04	\$3.50	12.09%	58.29%	41.71%	5.04%
13	Pinnacle West Capital	\$2.58	\$3.05	8.13%	84.59%	15.41%	1.25%
14	Westar Energy	\$1.32	\$1.95	8.94%	67.69%	32.31%	2.89%
15	Xcel Energy Inc.	\$1.15	\$2.00	10.96%	57.50%	42.50%	4.66%
16	Average	\$1.80	\$2.99	11.05%	62.12%	37.88%	4.45%

Source:

The Value Line Investment Survey; February 29, March 28, and May 9, 2008.

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Beta

<u>Line</u>	<u>Utility Companies*</u>	<u>2003</u> (1)	<u>2004</u> (2)	<u>2005</u> (3)	<u>2006</u> (4)	<u>2007</u> (5)
1	Ameren Corp.	0.60	0.80	0.80	0.80	0.80
2	Avista Corp	0.80	0.90	0.90	0.90	0.95
3	Cleco Corp.	0.90	1.00	1.10	1.30	1.00
4	DTE Energy	0.60	0.60	0.70	0.80	0.75
5	Empire District Electric	0.60	0.60	0.70	0.80	0.85
6	Exelon Corp.	0.70	0.70	0.80	0.80	0.85
7	FirstEnergy Corp.	0.70	0.80	0.80	0.80	0.80
8	IDACORP Inc.	0.80	0.90	0.90	1.00	0.90
9	NiSource Inc.	0.60	0.80	0.80	0.90	0.90
10	OGE Energy	0.60	0.70	0.80	0.80	0.80
11	Pepco Holdings	n/a	0.90	0.90	0.90	0.90
12	PG&E Corp.	0.90	1.00	1.10	1.10	0.80
13	Pinnacle West Capital	0.70	0.90	0.90	1.00	0.80
14	Westar Energy	0.60	0.80	0.90	0.90	0.85
15	Xcel Energy Inc.	0.70	0.80	0.80	0.90	0.75
16	Average	0.70	0.81	0.86	0.91	0.85

Source:

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* The historical data was obtained from the *Value Line Investment Analyzer*.