

PacifiCorp
Discounted Cash Flow Analysis
Summary Of DCF Model Results

Company	Constant Growth DCF Model Analysts' Growth Rates	Constant Growth DCF Model Long-Term GDP Growth	Low Near-Term Growth Two-Stage Growth DCF Model
1 ALLETE	10.9%	11.3%	10.8%
2 Alliant Energy Co.	10.9%	11.4%	11.7%
3 Con. Edison	8.1%	12.2%	11.4%
4 DTE Energy Co.	11.9%	12.4%	12.3%
5 Edison Internat.	10.3%	10.3%	10.4%
6 Entergy Corp.	13.0%	10.0%	9.7%
7 FPL Group, Inc.	13.7%	10.3%	10.2%
8 IDACORP	8.7%	10.5%	9.8%
9 NSTAR	11.7%	10.9%	10.9%
10 PG&E Corp.	11.3%	10.9%	11.0%
11 Portland General	11.8%	11.5%	11.5%
12 Progress Energy	11.7%	12.6%	11.8%
13 Southern Co.	10.4%	11.2%	11.0%
14 Vectren Corp.	11.0%	11.5%	11.1%
15 Wisconsin Energy	12.1%	9.5%	10.1%
16 Xcel Energy Inc.	12.4%	11.6%	11.2%
GROUP AVERAGE	11.2%	11.1%	10.9%
GROUP MEDIAN	11.5%	11.2%	11.0%

Sources: Value Line Investment Survey, Electric Utility (East), Nov 28, 2008; (Central), Dec 26, 2008; (West), Nov 7, 2008.

NOTE: SEE PAGE 5 OF THIS SCHEDULE FOR FURTHER EXPLANATION OF EACH COLUMN.

PacifiCorp
Constant Growth DCF Model
Analysts' Growth Rates

Company	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	Recent Price(P0)	Next Year's Div(D1)	Dividend Yield	Value Line	Analysts' Estimated Growth		Average Growth (Cols 4-6)	ROE K=Div Yld+G (Cols 3+7)
					Zacks	Thomson		
1 ALLETE	34.45	1.76	5.11%	N/A	5.00%	6.50%	5.75%	10.9%
2 Alliant Energy Co.	29.01	1.50	5.17%	6.00%	5.00%	6.10%	5.70%	10.9%
3 Con. Edison	39.65	2.36	5.95%	1.00%	3.30%	2.06%	2.12%	8.1%
4 DTE Energy Co.	34.97	2.18	6.23%	5.00%	6.00%	6.00%	5.67%	11.9%
5 Edison Internat.	32.50	1.34	4.12%	5.00%	7.00%	6.64%	6.21%	10.3%
6 Entergy Corp.	79.26	3.00	3.79%	7.50%	9.80%	10.42%	9.24%	13.0%
7 FPL Group, Inc.	45.34	1.88	4.15%	9.50%	9.30%	9.73%	9.51%	13.7%
8 IDACORP	27.70	1.20	4.33%	2.00%	6.00%	5.00%	4.33%	8.7%
9 NSTAR	32.61	1.53	4.69%	7.50%	6.80%	6.67%	6.99%	11.7%
10 PG&E Corp.	35.43	1.68	4.74%	5.00%	7.50%	7.03%	6.51%	11.3%
11 Portland General	18.89	1.01	5.35%	7.00%	6.50%	5.92%	6.47%	11.8%
12 Progress Energy	38.74	2.48	6.40%	5.00%	5.00%	5.96%	5.32%	11.7%
13 Southern Co.	34.92	1.73	4.95%	5.50%	5.20%	5.59%	5.43%	10.4%
14 Vectren Corp.	25.28	1.35	5.34%	5.00%	6.40%	5.67%	5.69%	11.0%
15 Wisconsin Energy	41.02	1.35	3.29%	8.00%	9.00%	9.36%	8.79%	12.1%
16 Xcel Energy Inc.	17.85	0.97	5.43%	7.50%	6.50%	6.87%	6.96%	12.4%
GROUP AVERAGE	35.48	1.71	4.94%	5.77%	6.52%	6.60%	6.29%	11.2%
GROUP MEDIAN			5.03%					11.5%

Sources: Value Line Investment Survey, Electric Utility (East), Nov 28, 2008; (Central), Dec 26, 2008; (West), Nov 7, 2008.

NOTE: SEE PAGE 5 OF THIS SCHEDULE FOR FURTHER EXPLANATION OF EACH COLUMN.

PacifiCorp
Constant Growth DCF Model
Long-Term GDP Growth

	(9)	(10)	(11)	(12)	(13)
Company	Recent Price(P0)	Next Year's Div(D1)	Dividend Yield	GDP Growth	ROE K=Div Yld+G (Cols 11+12)
1 ALLETE	34.45	1.76	5.11%	6.20%	11.3%
2 Alliant Energy Co.	29.01	1.50	5.17%	6.20%	11.4%
3 Con. Edison	39.65	2.36	5.95%	6.20%	12.2%
4 DTE Energy Co.	34.97	2.18	6.23%	6.20%	12.4%
5 Edison Internat.	32.50	1.34	4.12%	6.20%	10.3%
6 Energy Corp.	79.26	3.00	3.79%	6.20%	10.0%
7 FPL Group, Inc.	45.34	1.88	4.15%	6.20%	10.3%
8 IDACORP	27.70	1.20	4.33%	6.20%	10.5%
9 NSTAR	32.61	1.53	4.69%	6.20%	10.9%
10 PG&E Corp.	35.43	1.68	4.74%	6.20%	10.9%
11 Portland General	18.89	1.01	5.35%	6.20%	11.5%
12 Progress Energy	38.74	2.48	6.40%	6.20%	12.6%
13 Southern Co.	34.92	1.73	4.95%	6.20%	11.2%
14 Vectren Corp.	25.28	1.35	5.34%	6.20%	11.5%
15 Wisconsin Energy	41.02	1.35	3.29%	6.20%	9.5%
16 Xcel Energy Inc.	17.85	0.97	5.43%	6.20%	11.6%
GROUP AVERAGE	35.48	1.71	4.94%	6.20%	11.1%
GROUP MEDIAN			5.03%		11.2%

Sources: Value Line Investment Survey, Electric Utility (East), Nov 28, 2008; (Central), Dec 26, 2008; (West), Nov 7, 2008.

NOTE: SEE PAGE 5 OF THIS SCHEDULE FOR FURTHER EXPLANATION OF EACH COLUMN.

PacifiCorp
Low Near-Term Growth
Two-Stage Growth DCF Model

Company	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
	Next Year's Div	2012 Div	Annual Change to 2012	Recent Price	CASH FLOWS				Year 5 Div	Year 5-150 Div Growth	ROE=Internal Rate of Return (Yrs 0-150)
					Year 1 Div	Year 2 Div	Year 3 Div	Year 4 Div			
1 ALLETE	1.76	1.90	0.05	-34.45	1.76	1.81	1.85	1.90	2.02	6.20%	10.8%
2 Alliant Energy Co.	1.50	1.92	0.14	-29.01	1.50	1.64	1.78	1.92	2.04	6.20%	11.7%
3 Con. Edison	2.36	2.42	0.02	-39.65	2.36	2.38	2.40	2.42	2.57	6.20%	11.4%
4 DTE Energy Co.	2.18	2.55	0.12	-34.97	2.18	2.30	2.43	2.55	2.71	6.20%	12.3%
5 Edison Internat.	1.34	1.64	0.10	-32.50	1.34	1.44	1.54	1.64	1.74	6.20%	10.4%
6 Entergy Corp.	3.00	3.30	0.10	-79.26	3.00	3.10	3.20	3.30	3.50	6.20%	9.7%
7 FPL Group, Inc.	1.88	2.20	0.11	-45.34	1.88	1.99	2.09	2.20	2.34	6.20%	10.2%
8 IDACORP	1.20	1.20	0.00	-27.70	1.20	1.20	1.20	1.20	1.27	6.20%	9.8%
9 NSTAR	1.53	1.85	0.11	-32.61	1.53	1.64	1.74	1.85	1.96	6.20%	10.9%
10 PG&E Corp.	1.68	2.04	0.12	-35.43	1.68	1.80	1.92	2.04	2.17	6.20%	11.0%
11 Portland General	1.01	1.20	0.06	-18.89	1.01	1.07	1.14	1.20	1.27	6.20%	11.5%
12 Progress Energy	2.48	2.54	0.02	-38.74	2.48	2.50	2.52	2.54	2.70	6.20%	11.8%
13 Southern Co.	1.73	2.00	0.09	-34.92	1.73	1.82	1.91	2.00	2.12	6.20%	11.0%
14 Vectren Corp.	1.35	1.47	0.04	-25.28	1.35	1.39	1.43	1.47	1.56	6.20%	11.1%
15 Wisconsin Energy	1.35	1.95	0.20	-41.02	1.35	1.55	1.75	1.95	2.07	6.20%	10.1%
16 Xcel Energy Inc.	0.97	1.06	0.03	-17.85	0.97	1.00	1.03	1.06	1.13	6.20%	11.2%
GROUP AVERAGE											10.9%
GROUP MEDIAN											11.0%

Sources: Value Line Investment Survey, Electric Utility (East), Nov 28, 2008; (Central), Dec 26, 2008; (West), Nov 7, 2008.

NOTE: SEE PAGE 5 OF THIS SCHEDULE FOR FURTHER EXPLANATION OF EACH COLUMN.

PacifiCorp
Discounted Cash Flow Analysis
Column Descriptions

Column 1: Three-month Average Price per Share (Oct 2008-Dec 2008)	Column 13: Column 11 Plus Column 12
Column 2: Estimated 2009 Dividends per Share from Value Line	Column 14: See Column 2
Column 3: Column 2 Divided by Column 1	Column 15: Estimated 2012 Dividends per Share from Value Line
Column 4: "Est'd 05-07 to 11-13" Earnings Growth Reported by Value Line	Column 16: (Column 15 Minus Column 14) Divided by Three
Column 5: "Next 5 Years" Company Growth Estimate as Reported by Zacks.com	Column 17: See Column 1
Column 6: "Next 5 Years (per annum) Growth Estimate Reported by Thomson Financial Network (at Yahoo Finance)	Column 18: See Column 14
Column 7: Average of Columns 4-6	Column 19: Column 18 Plus Column 16
Column 8: Column 3 Plus Column 7	Column 20: Column 19 Plus Column 19
Column 9: See Column 1	Column 21: Column 20 Plus Column 16
Column 10: See Column 2	Column 22: Column 21 Increased by the Growth Rate Shown in Column 23
Column 11: Column 10 Divided by Column 9	Column 23: See Column 12
Column 12: Average of GDP Growth During the Last 10 year, 20 year, 30 year, 40 year, 50 year, and 60 year growth periods. See Exhibit No.__(SCH-5)	Column 24: The Internal Rate of Return of the Cash Flows in Columns 17-22 along with the Dividends for the Years 6-150 Implied by the Growth Rates shown in Column 23