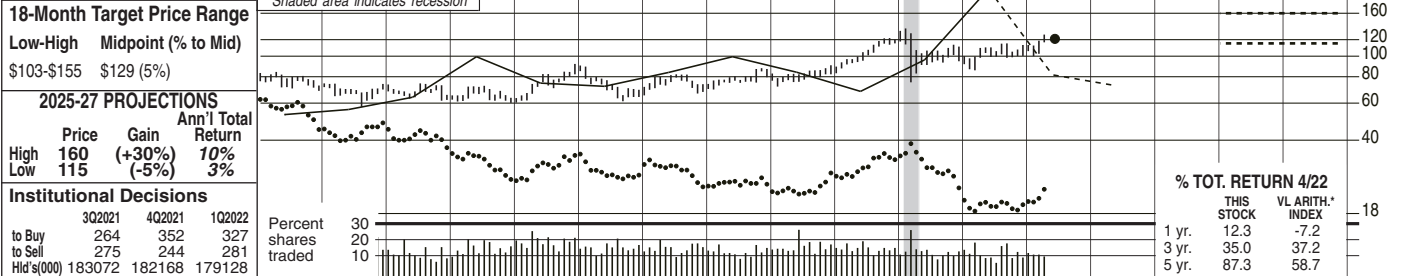


ENTERGY CORP. NYSE-ETR

RECENT PRICE **121.08** P/E RATIO **18.9** (Trailing: 18.4 Median: 14.0) RELATIVE P/E RATIO **1.13** DIV'D YLD **3.5%** VALUE LINE

TIMELINESS 4 Lowered 12/10/21	High: 74.5	74.5	72.6	92.0	90.3	82.1	87.9	90.8	122.1	135.5	115.0	126.8							Target Price Range
SAFETY 2 Raised 12/13/19	Low: 57.6	61.6	60.2	60.4	61.3	65.4	69.6	71.9	83.2	75.2	85.8	100.2							2025 2026 2027
TECHNICAL 3 Lowered 6/10/22	LEGENDS 0.54 x Dividends p sh divided by Interest Rate Relative Price Strength Options: Yes Shaded area indicates recession																		
BETA .90 (1.00 = Market)																			



2025-27 PROJECTIONS																			
High	Price	Gain	Ann'l Total																
Low	160	(+30%)	Return																
	115	(-5%)	10%																
			3%																
Institutional Decisions																			
	3Q2021	4Q2021	10Q2022																
to Buy	264	352	327																
to Sell	275	244	281																
Hlds(000)	183072	182168	179128																
	Percent shares traded																		
	30																		
	20																		
	10																		
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53.94	59.47	69.15	56.82	64.27	63.67	57.94	63.86	69.71	64.54	60.55	61.35	58.23	54.63	50.51	57.95	56.30	56.45	Revenues per sh	61.50
10.69	11.73	12.89	13.29	16.54	17.53	15.98	16.25	17.68	17.71	18.72	16.70	16.50	17.19	18.21	17.90	17.55	17.95	"Cash Flow" per sh	20.50
5.36	5.60	6.20	6.30	6.66	7.55	6.02	4.96	5.77	5.81	6.88	5.19	5.88	6.30	6.90	6.87	6.40	6.70	Earnings per sh ^A	8.50
2.16	2.58	3.00	3.00	3.24	3.32	3.32	3.32	3.32	3.34	3.42	3.50	3.58	3.66	3.74	3.86	4.09	4.30	Div'd Decl'd per sh ^B = †	5.10
9.44	10.29	13.92	12.99	13.33	15.21	18.18	15.73	14.82	16.79	17.28	22.07	22.45	21.72	24.52	30.86	18.15	19.00	Cap'l Spending per sh	19.75
40.45	40.71	42.07	45.54	47.53	50.81	51.73	54.00	55.83	51.89	45.12	44.28	46.78	51.34	54.56	57.42	60.30	63.55	Book Value per sh ^C	74.00
202.67	193.12	189.36	189.12	178.75	176.36	177.81	178.37	179.24	178.39	179.13	180.52	189.06	199.15	200.24	202.65	206.00	209.00	Common Shs Outst'g ^D	214.00
14.3	19.3	16.6	12.0	11.6	9.1	11.2	13.2	12.9	12.5	10.9	15.0	13.8	16.5	15.3	15.0	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	16.0
.77	1.02	1.00	.80	.74	.57	.71	.74	.68	.63	.57	.75	.75	.88	.79	.80			Relative P/E Ratio	.90
2.8%	2.4%	2.9%	4.0%	4.2%	4.9%	4.9%	5.1%	4.5%	4.6%	4.6%	4.5%	4.4%	3.5%	3.6%	3.7%			Avg Ann'l Div'd Yield	3.7%

CAPITAL STRUCTURE as of 3/31/22																			
Total Debt \$28559 mill. Due in 5 Yrs \$11117 mill.																			
LT Debt \$26176 mill. LT Interest \$824.0 mill.																			
Incl. \$54.7 mill. of securitization bonds.																			
(LT interest earned: 2.8%)																			
Leases, Uncapitalized Annual rentals \$65.3 mill.																			
Pension Assets-12/21 \$6993.1 mill.																			
Oblig \$8409.6 mill.																			
Pfd Stock \$254.4 mill. Pfd Div'd \$18.3 mill.																			
200,000 shs. 6.25%-7.5%, \$100 par; 250,000 shs.																			
8.75%, 1.4 mill. shs. 5.375%; all cum., without sinking fund.																			
Common Stock 203,374,308 shs. as of 4/29/22																			
MARKET CAP: \$25 billion (Large Cap)																			
ELECTRIC OPERATING STATISTICS																			
	2019	2020	2021																
% Change Retail Sales (KWH)	-1.4	-4.1	+3.2																
Avg. Indust. Use (MWH)	1070	1017	1015																
Avg. Indust. Revs. per KWH(c)	5.24	4.95	5.91																
Capacity at Peak (Mw)	23887	25665	NA																
Peak Load, Summer (Mw)	21598	21340	NA																
Annual Load Factor (%)	64	62	NA																
% Change Customers (yr-end)	+8	+1.0	+1.0																

10302	11391	12495	11513	10846	11074	11009	10879	10114	11743	11600	11800	Revenues (Smill)	13150
1091.9	904.5	1060.0	1061.2	1249.8	950.7	1092.1	1258.2	1406.7	1402.8	1340	1420	Net Profit (Smill)	1845
13.0%	26.7%	37.8%	2.2%	11.3%	1.8%	NMF	NMF	NMF	16.1%	23.0%	23.0%	Income Tax Rate	23.0%
11.9%	10.1%	9.3%	7.4%	8.1%	14.7%	17.5%	16.7%	12.2%	7.1%	8.0%	8.0%	AFUDC % to Net Profit	7.0%
55.8%	55.1%	54.9%	57.8%	63.6%	63.6%	63.2%	62.0%	65.5%	67.6%	66.5%	66.5%	Long-Term Debt Ratio	66.0%
42.9%	43.6%	43.8%	40.8%	35.5%	35.5%	35.9%	37.1%	33.7%	31.7%	32.5%	33.0%	Common Equity Ratio	33.5%
21432	22109	22842	22714	22777	22528	24602	27557	32386	36733	38050	40200	Total Capital (Smill)	47300
27299	27882	28723	27824	27921	29664	31974	35183	38853	42244	43750	45425	Net Plant (Smill)	50800
6.4%	5.4%	6.0%	6.0%	6.9%	5.7%	5.8%	5.9%	5.6%	4.8%	4.5%	4.5%	Return on Total Cap'l	5.0%
11.5%	9.1%	10.3%	11.1%	15.1%	11.6%	12.0%	12.0%	12.6%	11.6%	10.5%	10.5%	Return on Shr. Equity	11.5%
11.6%	9.2%	10.4%	11.2%	15.2%	11.7%	12.2%	12.1%	12.7%	11.9%	10.5%	10.5%	Return on Com Equity ^E	11.5%
5.2%	3.0%	4.4%	4.8%	7.7%	3.9%	4.9%	5.2%	5.9%	5.2%	4.0%	4.0%	Retained to Com Eq	4.5%
56%	68%	58%	58%	50%	68%	61%	58%	55%	57%	64%	64%	All Div'ds to Net Prof	60%

BUSINESS: Entergy Corporation supplies electricity to 3 million customers through subsidiaries in Arkansas, Louisiana, Mississippi, Texas, and New Orleans (regulated separately from Louisiana). Distributes gas to 206,000 customers in Louisiana. Is selling its last nonutility nuclear unit (shut down 5/22). Electric revenue breakdown: residential, 37%; commercial, 24%; industrial, 27%; other, 12%. Generating sources: gas, 46%; nuclear, 30%; coal, 6%; purchased, 18%. Fuel costs: 32% of revenues. '21 reported depreciation rate: 2.7%. Has 12,400 employees. Chairman & CEO: Leo P. Denault. Incorporated: Delaware. Address: 639 Loyola Avenue, P.O. Box 61000, New Orleans, Louisiana 70161. Telephone: 504-576-4000. Internet: www.entergy.com.

Entergy is making progress in recovering the costs of severe storms in its service area in 2020 and 2021. The company is recovering these capital and operating expenses through the issuance of securitized bonds. Entergy Texas issued \$291 million in April, and Entergy Louisiana has received \$3.2 billion. Entergy Louisiana expects to get an additional \$1.7 billion by yearend, pending approval by the state commission.

The company's last nonutility nuclear plant ceased operations in May. The sale of the unit will likely be completed soon. (The buyer is getting the nuclear decommissioning trust at a significant discount.) Now that Entergy is almost entirely a regulated utility, its business risk is lower. However . . .

Earnings will probably decline this year. The nonutility operations that Entergy is exiting provided \$0.61 a share of income in 2021 and \$0.04 a share in the first quarter of 2022 (versus \$0.19 in the same period a year earlier). Also, average shares outstanding will rise. Entergy's financing plans call for the issuance of \$1 billion of common equity from 2022 through 2024. Our 2022 share-earnings estimate of \$6.40 is near the upper end of management's targeted range of \$6.15-\$6.45.

Rate requests under formula rate plans are pending in Mississippi and New Orleans. Entergy Mississippi requested \$48.6 million (the utility has a deficiency of \$69 million, but the increase is subject to a cap of 4% of retail revenues), and Entergy New Orleans requested \$40.2 million. Revenues obtained under formula rate plans are a source of the company's annual earnings growth.

We look for higher profits in 2023. Revenues from formula rate plans are one factor. Also, the service area's economy is showing no signs of slowing, in contrast to the GDP decline in the first quarter. Industrial kilowatt-hour sales advanced 6.5% in the March period. Our earnings estimate remains at the midpoint of Entergy's guidance of \$6.55-\$6.85 a share.

The dividend of this untimely stock is slightly above average for a utility. The equity lacks appeal for the next 18 months or the 3- to 5-year period.

Paul E. Debbas, CFA *June 10, 2022*

Cal-endar	QUARTERLY REVENUES (\$ mill.)				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2019	2610	2666	3141	2462	10879
2020	2427	2413	2904	2370	10114
2021	2845	2822	3353	2723	11743
2022	2878	2822	3200	2700	11600
2023	2950	2850	3250	2750	11800
Cal-endar	EARNINGS PER SHARE ^A				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2019	1.32	1.22	1.82	1.94	6.30
2020	.59	1.79	2.59	1.93	6.90
2021	1.66	1.30	2.63	1.28	6.87
2022	1.36	1.59	2.70	.75	6.40
2023	1.35	1.70	2.85	.80	6.70
Cal-endar	QUARTERLY DIVIDENDS PAID ^B = †				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2018	.89	.89	.89	.91	3.58
2019	.91	.91	.91	.93	3.66
2020	.93	.93	.93	.95	3.74
2021	.95	.95	.95	1.01	3.86
2022	1.01	1.01			

(A) Diluted EPS. Excl. nonrec. losses: '12, \$1.26; '13, \$1.14; '14, \$6c; '15, \$6.99; '16, \$10.14; '17, \$2.91; '18, \$1.25; '21, \$1.33. Next earnings report due early Aug. (B) Div's historically paid in early Mar., June, Sept., & Dec. (C) Div'd reinvestment plan avail. † Shareholder investment plan avail. (C) Incl. deferred charges. In '21: \$35.95/sh. (D) In mill. (E) Rate base: Net original cost. Allowed ROE (blended): 9.95%; earned on avg. com. eq., '21: 12.1%. Regulatory Climate: Average.

Company's Financial Strength	B++
Stock's Price Stability	90
Price Growth Persistence	35
Earnings Predictability	70