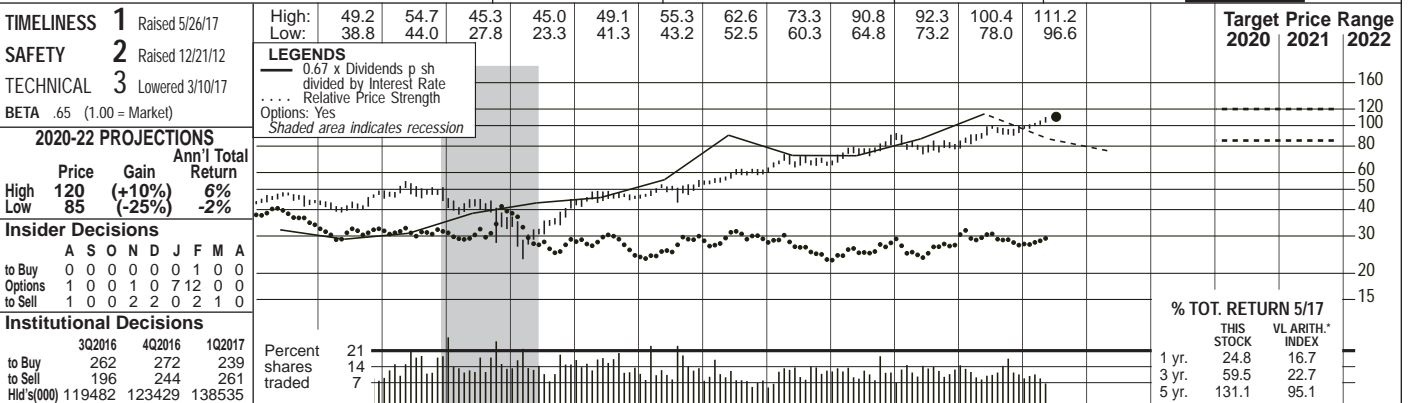


DTE ENERGY CO. NYSE-DTE

RECENT PRICE **110.16** P/E RATIO **19.2** (Trailing: 19.4 Median: 16.0) RELATIVE P/E RATIO **0.97** DIV'D YLD **3.1%** VALUE LINE



2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	© VALUE LINE PUB. LLC	20-22
48.71	40.30	41.76	40.84	50.74	50.93	54.28	57.23	48.45	50.51	52.57	51.01	54.56	69.50	57.60	59.24	65.20	67.70	Revenues per sh	75.50
6.98	8.31	6.95	6.81	8.14	8.19	8.48	8.26	9.38	9.78	9.57	9.77	10.13	11.85	9.44	10.60	12.00	12.55	"Cash Flow" per sh	15.00
2.15	3.83	2.85	2.55	3.27	2.45	2.66	2.73	3.24	3.74	3.67	3.88	3.76	5.10	4.44	4.83	5.75	5.75	Earnings per sh ^A	6.75
2.06	2.06	2.06	2.06	2.06	2.08	2.12	2.12	2.12	2.18	2.32	2.42	2.59	2.69	2.84	3.06	3.36	3.59	Div'd Decl'd per sh ^B	4.30
6.80	5.88	4.45	5.19	5.99	7.92	7.96	8.42	6.26	6.49	8.77	10.56	10.59	11.58	11.26	11.40	16.15	14.50	Cap'l Spending per sh	14.00
28.48	27.26	31.36	31.85	32.44	33.02	35.86	36.77	37.96	39.67	41.41	42.78	44.73	47.05	48.88	50.22	52.60	54.75	Book Value per sh ^C	62.75
161.13	167.46	168.61	174.21	177.81	177.14	163.23	163.02	165.40	169.43	169.25	172.35	177.09	176.99	179.47	179.43	179.50	179.50	Common Shs Outst'g ^D	187.00
19.3	11.3	13.7	16.0	13.8	17.4	18.3	14.8	10.4	12.3	13.5	14.9	17.9	14.9	18.1	19.0	19.0	19.0	Avg Ann'l P/E Ratio	15.0
.99	.62	.78	.85	.73	.94	.97	.89	.69	.78	.85	.95	1.01	.78	.91	1.01	1.01	1.01	Relative P/E Ratio	.95
5.0%	4.8%	5.3%	5.0%	4.6%	4.9%	4.4%	5.2%	6.3%	4.8%	4.7%	4.2%	3.8%	3.5%	3.5%	3.3%	3.3%	3.3%	Avg Ann'l Div'd Yield	4.2%

2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	© VALUE LINE PUB. LLC	20-22
8861.0	9329.0	8014.0	8557.0	8897.0	8791.0	9661.0	12301	10337	10630	11700	12150	14100	1265	1265	1265	1265	1265	Revenues (\$mill)	14100
453.0	445.0	532.0	630.0	624.0	666.0	661.0	905.0	796.0	868.0	1035	1040	1265	1265	1265	1265	1265	1265	Net Profit (\$mill)	1265
25.1%	34.9%	31.6%	32.7%	35.9%	29.8%	27.5%	28.5%	25.6%	24.5%	24.5%	24.5%	24.5%	24.5%	24.5%	24.5%	24.5%	24.5%	Income Tax Rate	24.5%
7.1%	11.2%	2.6%	1.6%	1.6%	3.0%	3.5%	4.1%	4.3%	3.6%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	AFUDC % to Net Profit	3.0%
54.4%	56.4%	54.0%	51.3%	50.6%	48.8%	47.7%	50.0%	50.2%	55.6%	56.0%	56.0%	56.5%	56.5%	56.5%	56.5%	56.5%	56.5%	Long-Term Debt Ratio	56.5%
45.6%	43.6%	46.0%	48.7%	49.4%	51.2%	52.3%	50.0%	49.8%	44.4%	44.0%	44.0%	44.0%	44.0%	44.0%	44.0%	44.0%	44.0%	Common Equity Ratio	43.5%
12824	13736	13648	13811	14196	14387	15135	16670	17607	20280	21450	22250	26900	26300	26300	26300	26300	26300	Total Capital (\$mill)	26900
11408	12231	12431	12992	13746	14684	15800	16820	18034	19730	21500	22875	26300	26300	26300	26300	26300	26300	Net Plant (\$mill)	26300
5.3%	5.0%	5.7%	6.3%	5.9%	6.1%	5.7%	6.6%	5.7%	5.3%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	Return on Total Cap'l	6.0%
7.7%	7.4%	8.5%	9.4%	8.9%	9.0%	8.3%	10.9%	9.1%	9.6%	11.0%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	Return on Shr. Equity	10.5%
7.7%	7.4%	8.5%	9.4%	8.9%	9.0%	8.3%	10.9%	9.1%	9.6%	11.0%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	Return on Com Equity ^E	10.5%
1.5%	1.7%	2.9%	4.0%	3.4%	3.5%	2.7%	5.2%	3.4%	3.7%	4.5%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	Retained to Com Eq	4.0%
80%	77%	65%	57%	62%	61%	67%	52%	63%	61%	58%	62%	62%	62%	62%	62%	62%	62%	All Div'ds to Net Prof	64%

CAPITAL STRUCTURE as of 3/31/17

Total Debt \$11830 mill. Due in 5 Yrs \$3138 mill.
 LT Debt \$11758 mill. LT Interest \$481 mill.
 Incl. \$3 mill. capitalized leases and \$756 mill. Trust Preferred Securities.
 (LT interest earned: 4.0x)

Leases, Uncapitalized Annual rentals \$33 mill.
 Pension Assets-12/16 \$4012 mill.
 Oblig \$5171 mill.

Prd Stock None
 Common Stock 179,387,424 shs.

MARKET CAP: \$20 billion (Large Cap)

ELECTRIC OPERATING STATISTICS

	2014	2015	2016
% Change Retail Sales (KWH)	-1.7	-0.6	+3.5
Avg. Indust. Use (MWH)	NA	NA	NA
Avg. Indust. Revs. per KWH (c)	NMF	NMF	NMF
Capacity at Peak (Mw)	NA	NA	NA
Peak Load, Summer (Mw)	NA	NA	NA
Annual Load Factor (%)	NA	NA	NA
% Change Customers (yr-end)	NA	NA	NA

Fixed Charge Cov. (%) 357 279 300

ANNUAL RATES

	Past 10 Yrs.	Past 5 Yrs.	Est'd '14-'16 to '20-'22
Revenues	2.5%	4.0%	3.5%
"Cash Flow"	3.5%	2.0%	6.0%
Earnings	5.5%	6.0%	6.0%
Dividends	3.5%	5.5%	7.0%
Book Value	4.0%	4.0%	4.5%

QUARTERLY REVENUES (\$ mill.)

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2014	3930	2698	2595	3078	12301
2015	2984	2268	2598	2487	10337
2016	2566	2262	2928	2874	10630
2017	3236	2450	3014	3000	11700
2018	3250	2600	3150	3150	12150

EARNINGS PER SHARE ^A

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2014	1.84	.70	.88	1.68	5.10
2015	1.53	.61	1.47	.83	4.44
2016	1.37	.84	1.88	.73	4.83
2017	2.23	.92	1.50	1.10	5.75
2018	1.90	1.00	1.65	1.20	5.75

QUARTERLY DIVIDENDS PAID ^B

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2013	.62	.62	.655	.655	2.55
2014	.655	.655	.655	.69	2.66
2015	.69	.69	.69	.73	2.80
2016	.73	.73	.73	.77	2.96
2017	.825	.825			

BUSINESS: DTE Energy Company is a holding company for DTE Electric (formerly Detroit Edison), which supplies electricity in Detroit and a 7,600-square-mile area in southeastern Michigan, and DTE Gas (formerly Michigan Consolidated Gas). Customers: 2.1 mill. electric, 1.3 mill. gas. Has various nonutility operations. Electric revenue breakdown: residential, 48%; commercial, 34%; industrial,

DTE Energy's electric utility subsidiary has filed a general rate case. DTE Electric expects to file applications annually through 2018, and possibly beyond then. The utility is seeking an increase of \$231 million, based on a 10.5% return on equity. It expects to self-implement an interim hike in November, with a final order due in April of 2018. This was the last case filed under Michigan's previous regulatory law. Subsequent petitions will be decided within 10 months, rather than 12, but without the self-implementation provision. As for DTE Gas, it expects to file a rate case in the next one to two years.

We have raised our 2017 earnings estimate by \$0.45 a share, despite unfavorable weather in the first quarter. The company's service area experienced a milder-than-normal winter — except for severe storms that hurt net income by \$20 million. Even so, rate relief and effective cost control helped, and should be positive factors in the remainder of 2017 and in 2018, as well. Note that we include market-accounting gains or losses in our earnings presentation because these are an ongoing part of DTE Energy's results.

13%; other, 5%. Generating sources: coal, 67%; nuclear, 17%; gas, 1%; purchased, 15%. Fuel costs: 52% of revenues. '16 reported deprec. rates: 3.5% electric, 2.4% gas. Has 10,000 employees. Chairman & CEO: Gerard M. Anderson. President & COO: Jerry Norcia. Inc.: MI. Address: One Energy Plaza, Detroit, MI 48226-1279. Tel.: 313-235-4000. Internet: www.dteenergy.com.

This hurt the bottom line by \$0.39 a share last year, but boosted profits by \$0.44 a share in the March period. This is why our estimate of \$5.75 a share is above the company's targeted range of \$5.15-\$5.46. We forecast flat share net in 2018 because the first-quarter comparison will be difficult.

Nonutility operations are contributing to DTE Energy's profit growth, too. The company is expanding its gas transportation and storage segment. It made an acquisition last year, and plans to build some infrastructure. A 50% stake in the NEXUS project (a \$1 billion investment) between Michigan and Ohio, with a target of late 2017, awaits the approval of the Federal Energy Regulatory Commission. Even if this is delayed, DTE Energy will be able to collect the allowance for funds used construction, a noncash credit to income, to offset the effect of the delay.

Timely DTE Energy stock has a dividend yield that is about equal to the utility average. Like most utility equities, the recent price is within our 2020-2022 Target Price Range, so total return potential is unimpressive.

Paul E. Debbas, CFA June 16, 2017