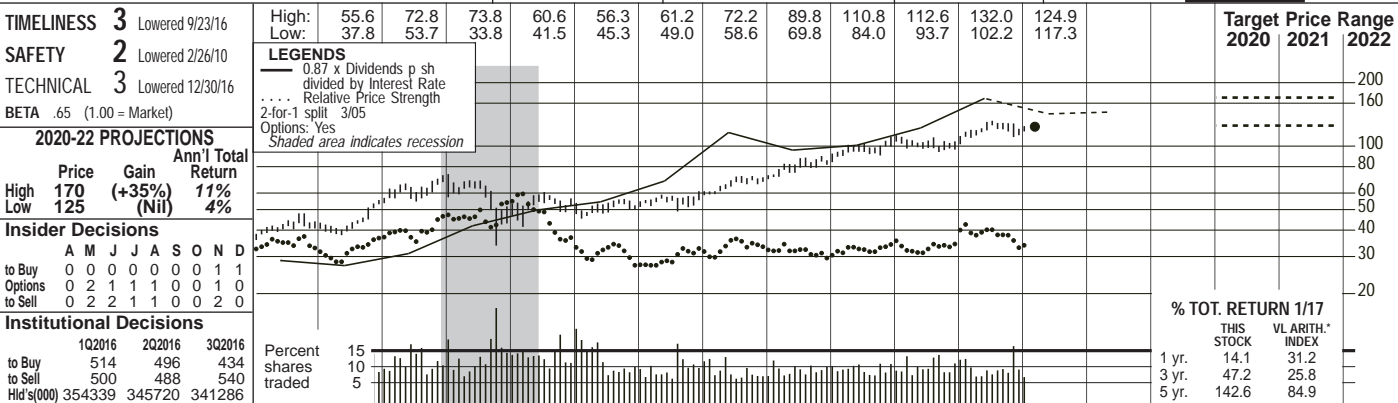


NEXTERA ENERGY NYSE-NEE

RECENT PRICE **123.86** P/E RATIO **17.5** (Trailing: 21.4 Median: 15.0) RELATIVE P/E RATIO **0.90** DIV'D YLD **3.2%** 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 |
|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------------|---------------|---------------|--------------------------------------|--------|
| 24.10 | 22.74 | 26.13 | 28.27 | 30.00 | 38.75 | 37.47 | 40.13 | 37.82 | 36.39 | 36.88 | 33.62 | 34.80 | 38.42 | 37.93 | 33.50 | 34.25 | 35.70 | Revenues per sh | 39.75 |
| 5.02 | 4.51 | 5.36 | 5.60 | 6.18 | 6.77 | 6.85 | 8.03 | 8.75 | 9.62 | 9.29 | 8.69 | 10.54 | 12.10 | 12.92 | 12.60 | 13.55 | 14.35 | "Cash Flow" per sh | 16.50 |
| 2.31 | 2.01 | 2.45 | 2.46 | 2.32 | 3.23 | 3.27 | 4.07 | 3.97 | 4.74 | 4.82 | 4.56 | 4.83 | 5.60 | 6.06 | 5.78 | 6.55 | 6.95 | Earnings per sh ^A | 8.25 |
| 1.12 | 1.16 | 1.20 | 1.30 | 1.42 | 1.50 | 1.64 | 1.78 | 1.89 | 2.00 | 2.20 | 2.40 | 2.64 | 2.90 | 3.08 | 3.48 | 3.92 | 4.50 | Div'd Decl'd per sh ^B = † | 5.50 |
| 3.28 | 3.44 | 3.75 | 3.75 | 4.09 | 9.22 | 12.32 | 12.80 | 14.52 | 13.89 | 15.93 | 22.31 | 15.36 | 15.84 | 18.17 | 20.00 | 14.60 | 15.10 | Cap'l Spending per sh | 18.00 |
| 17.10 | 17.48 | 18.91 | 20.25 | 21.52 | 24.49 | 26.35 | 28.57 | 31.35 | 34.36 | 35.92 | 37.90 | 41.47 | 44.96 | 48.97 | 50.50 | 54.05 | 56.55 | Book Value per sh ^C | 67.00 |
| 351.71 | 365.51 | 368.53 | 372.24 | 394.85 | 405.40 | 407.35 | 408.92 | 413.62 | 420.86 | 416.00 | 424.00 | 435.00 | 443.00 | 461.00 | 482.00 | 496.00 | 496.00 | Common Shs Outst'g ^D | 502.00 |
| 12.5 | 14.2 | 12.6 | 13.6 | 17.9 | 13.7 | 18.9 | 14.5 | 13.4 | 10.8 | 11.5 | 14.4 | 16.6 | 17.3 | 16.9 | 20.7 | 20.7 | 20.7 | Avg Ann'l P/E Ratio | 18.0 |
| .64 | .78 | .72 | .72 | .95 | .74 | 1.00 | .87 | .89 | .69 | .72 | .92 | .93 | .91 | .85 | 1.08 | 1.08 | 1.08 | Relative P/E Ratio | 1.15 |
| 3.9% | 4.1% | 3.9% | 3.9% | 3.4% | 3.4% | 2.7% | 3.0% | 3.5% | 3.9% | 4.0% | 3.6% | 3.3% | 3.0% | 3.0% | 2.9% | 2.9% | 2.9% | Avg Ann'l Div'd Yield | 3.7% |

| CAPITAL STRUCTURE as of 9/30/16 | | | | | | | | | | | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|-----------------------------------|--|-------|
| Total Debt \$31677 mill. Due in 5 Yrs \$14015 mill. | | | | | | | | | | | | | | | | | | | Revenues (\$mill) | | 20000 |
| LT Debt \$28195 mill. LT Interest \$1241 mill. | | | | | | | | | | | | | | | | | | | Net Profit (\$mill) | | 4285 |
| (LT interest earned: 3.5x) | | | | | | | | | | | | | | | | | | | Income Tax Rate | | 29.0% |
| Pension Assets-12/15 \$3563 mill. | | | | | | | | | | | | | | | | | | | AFUDC % to Net Profit | | 5.0% |
| Pfd Stock None | | | | | | | | | | | | | | | | | | | Long-Term Debt Ratio | | 47.5% |
| Common Stock 467,267,977 shs. | | | | | | | | | | | | | | | | | | | Common Equity Ratio | | 52.5% |
| MARKET CAP: \$58 billion (Large Cap) | | | | | | | | | | | | | | | | | | | Total Capital (\$mill) | | 64000 |
| ELECTRIC OPERATING STATISTICS | | | | | | | | | | | | | | | | | | | Net Plant (\$mill) | | 88300 |
| Annual Load Factor (%) | | | | | | | | | | | | | | | | | | | Return on Total Cap'l | | 8.0% |
| Fixed Charge Cov. (%) | | | | | | | | | | | | | | | | | | | Return on Shr. Equity | | 12.5% |
| Annual Rates of change (per sh) | | | | | | | | | | | | | | | | | | | Return on Com Equity ^E | | 12.5% |
| Revenues | | | | | | | | | | | | | | | | | | | Retained to Com Eq | | 4.0% |
| "Cash Flow" | | | | | | | | | | | | | | | | | | | All Div'ds to Net Prof | | 64% |
| Earnings | | | | | | | | | | | | | | | | | | | | | |
| Dividends | | | | | | | | | | | | | | | | | | | | | |
| Book Value | | | | | | | | | | | | | | | | | | | | | |

| ANNUAL RATES | | | |
|--------------|-------------|---------------|---------|
| Past 10 Yrs. | Past 5 Yrs. | Est'd '13-'15 | '20-'22 |
| 3.0% | -5% | 1.0% | |
| 7.5% | 6.0% | 5.0% | |
| 8.5% | 5.0% | 6.0% | |
| 8.0% | 8.5% | 9.5% | |
| 8.5% | 7.5% | 6.0% | |

| Cal-endar | QUARTERLY REVENUES (\$ mill.) | | | | Full Year |
|-----------|-------------------------------|-------------|-------------|-------------|--------------|
| | Mar.31 | Jun.30 | Sep.30 | Dec.31 | |
| 2014 | 3674 | 4029 | 4654 | 4664 | 17021 |
| 2015 | 4104 | 4358 | 4954 | 4070 | 17486 |
| 2016 | 3835 | 3817 | 4805 | 3698 | 16155 |
| 2017 | 4000 | 4200 | 4800 | 4000 | 17000 |
| 2018 | 4100 | 4400 | 5000 | 4200 | 17700 |

| Cal-endar | EARNINGS PER SHARE ^A | | | | Full Year |
|-----------|---------------------------------|-------------|-------------|-------------|-------------|
| | Mar.31 | Jun.30 | Sep.30 | Dec.31 | |
| 2014 | .98 | 1.12 | 1.50 | 2.00 | 5.60 |
| 2015 | 1.45 | 1.59 | 1.93 | 1.10 | 6.06 |
| 2016 | 1.41 | .93 | 1.62 | 1.82 | 5.78 |
| 2017 | 1.65 | 1.75 | 1.85 | 1.30 | 6.55 |
| 2018 | 1.75 | 1.85 | 1.95 | 1.40 | 6.95 |

| Cal-endar | QUARTERLY DIVIDENDS PAID ^B = † | | | | Full Year |
|-----------|---|--------|--------|--------|-----------|
| | Mar.31 | Jun.30 | Sep.30 | Dec.31 | |
| 2013 | .66 | .66 | .66 | .66 | 2.64 |
| 2014 | .725 | .725 | .725 | .725 | 2.90 |
| 2015 | .77 | .77 | .77 | .77 | 3.08 |
| 2016 | .87 | .87 | .87 | .87 | 3.48 |
| 2017 | | | | | |

BUSINESS: NextEra Energy, Inc. (formerly FPL Group, Inc.) is a holding company for Florida Power & Light Company (FPL), which provides electricity to 4.8 million customers in a 27,650-sq.-mi. area in eastern & southern Florida. NextEra Energy Resources is a non-regulated power generator with nuclear, gas, & wind ownership. Has a 79.9% stake in NextEra Energy Partners. Rev. breakdown: residential, 54%; commercial, 36%; industrial & other, 10%. Generating sources: gas, 69%; nuclear, 22%; coal, 4%; purchased, 5%. Fuel costs: 30% of revs. '15 reported depr. rate (utility): 3.3%. Has 13,800 employees. Chairman: Lewis Hay, III. President and CEO: James L. Robo, Inc.: FL. Address: 700 Universe Blvd., Juno Beach, FL 33408. Tel.: 561-694-4000. Internet: www.nexteraenergy.com.

NextEra Energy expects to complete the acquisition of Oncor in the first half of 2017. Oncor is a distribution utility with 3.3 million electric customers in Texas. However, its parent company is in bankruptcy protection, meaning the bankruptcy court as well as the Texas commission will have a say in whether the transaction gets approved. NextEra is paying \$12 billion (mostly in cash) for Oncor. In anticipation of the deal's closing, the company has already begun issuing securities and selling assets to finance it. However, our estimates and projections will not include Oncor until after the acquisition has been completed.

The Florida commission approved Florida Power & Light's regulatory settlement. Rates rose \$400 million at the start of 2017 and will climb another \$211 million at the start of 2018. A \$200 million hike will take effect in mid-2019 once a 1,748-megawatt gas-fired plant is completed. The allowed return on equity is 10.55%, with a range of 9.6%-11.6%.

We expect solid earnings growth in 2017 and 2018. The aforementioned rate increases will help. On the nonutility side,

NextEra continues to enhance the company's earning power by adding contracted renewable-energy projects. Our 2017 and 2018 share-earnings estimates are within the company's targeted ranges of \$6.35-\$6.85 and \$6.80-\$7.30, respectively, which do not include Oncor. Note, however, that mark-to-market accounting items affect NextEra's quarterly and annual profits. **We include these in our earnings presentation because they are an ongoing part of the company's results.**

We believe the board of directors raised the dividend substantially shortly after our report went to press. We estimate an increase of \$0.11 a share (12.6%) in the quarterly disbursement. NextEra's goal is 12%-14% annual dividend growth through at least 2018.

The earnings and dividend growth we project through 2020-2022 should produce a respectable total return over that time frame. What's more, investors do not have to sacrifice much current income for this long-term potential, as the dividend yield is only slightly below the utility norm.

Paul E. Debbas, CFA February 17, 2017

(A) Diluted EPS. Excl. nonrecurr. gains (losses): '02, (60¢); '03, 5¢; '11, (24¢); '13, (80¢); '16, 47¢; gain on discontinued ops.: '13, 44¢. '15 EPS don't add due to rounding. Next earnings report due late Apr. (B) Div'ds historically paid in mid-Mar., mid-June, mid-Sept., & mid-Dec. Div'd reinvestment plan avail. † Shareholder investment plan avail. (C) Incl. deferred charges. In '15: \$6.36/sh. (D) In mill., adj. for stock split. (E) Rate allowed on com. eq. in '17: 9.6%-11.6%; earned on avg. com. eq., '15: 12.9%. Regulatory Climate: Average.

| Company's Financial Strength | | A |
|------------------------------|--|-----|
| Stock's Price Stability | | 100 |
| Price Growth Persistence | | 75 |
| Earnings Predictability | | 70 |