

**PACIFICORP  
 OVERALL COST OF CAPITAL**

Type of	PERCENT	COST	WT. R/OST	AVG. RATE
Common E	####	####	####	####
Preferred	####	####	####	####
Long- term	####	####	####	####
Short- term	####	####	####	####
TOTAL CA	####			####

PRE - TAX I NTEREST COVERAGE = 2. 87X

\* Assuming the Company experiences a prospective return of 35%, the pre-tax overall return would be  $(1 - 35\%) \times 6.51\% + 3.49\%$ . This is 2.86 times the weighted cost of debt (3.49%).