

DOMINION ENERGY NYSE-D

RECENT PRICE **53.55** P/E RATIO **14.8** (Trailing: 13.6; Median: 21.0)
RELATIVE P/E RATIO **0.85** DIV/D YLD **5.0%**
VALUE LINE

TIMELINESS 4 Lowered 7/7/23	High: 55.6 68.0 80.9 79.9 79.0 85.3 81.7 83.9 90.9	Low: 48.9 51.9 63.1 64.5 66.3 70.9 61.5 67.4 57.8	RECENT PRICE 53.55	P/E RATIO 14.8	RELATIVE P/E RATIO 0.85	DIV/D YLD 5.0%	VALUE LINE		Target Price Range 2026 2027 2028		
SAFETY 2 Raised 9/11/98	LEGENDS — 27.8 x Dividends p sh ... Relative Price Strength Options: Yes Shaded area indicates recession									200 160 100 80 60 50 40 30 20	
TECHNICAL 3 Raised 7/28/23											
BETA .85 (1.00 = Market)										15 10 5	
18-Month Target Price Range											
Low-High Midpoint (% to Mid)											
\$43-\$78 \$61 (15%)											
2026-28 PROJECTIONS											
High	Price	Gain	Ann'l Total Return								
Low	90	(+70%)	17%								
	65	(+20%)	9%								
Institutional Decisions											
			Percent shares traded								

2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	© VALUE LINE PUB. LLC 26-28	
27.16	27.94	25.26	26.16	25.23	22.73	22.58	21.26	19.60	18.69	19.51	19.63	19.78	17.58	17.24	20.57	22.10	22.50	Revenues per sh	23.00
5.08	5.07	4.82	5.10	5.04	5.24	5.47	5.71	5.99	6.32	6.89	7.24	7.65	7.17	7.27	7.81	7.35	7.60	"Cash Flow" per sh	8.65
2.13	3.04	2.64	2.89	2.76	2.75	3.09	3.05	3.20	3.44	3.53	4.05	4.24	3.54	3.86	4.11	3.60	3.75	Earnings per sh ^A	4.50
1.46	1.58	1.75	1.83	1.97	2.11	2.25	2.40	2.59	2.80	3.04	3.34	3.67	3.45	2.52	2.67	2.67	2.67	Div'd Decl'd per sh ^B	2.85
6.88	6.10	6.41	5.89	6.41	7.20	7.06	9.14	9.35	9.69	8.53	6.25	5.94	7.47	7.36	9.09	12.25	12.55	Cap'l Spending per sh	10.00
16.30	17.28	18.67	20.65	20.08	18.35	20.04	19.75	21.25	23.26	26.58	29.53	35.33	29.44	31.51	31.26	32.55	34.10	Book Value per sh ^C	40.55
577.00	583.00	599.00	581.00	570.00	576.00	581.00	585.00	596.00	628.00	645.00	681.00	838.00	806.00	810.00	835.00	842.00	851.00	Common Shs Outst'g ^D	870.00
20.6	13.8	12.7	14.3	17.3	18.9	19.2	23.0	22.1	21.3	22.2	17.5	18.2	22.6	19.5	18.7	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	17.5
1.09	.83	.85	.91	1.09	1.20	1.08	1.21	1.11	1.12	1.12	.95	.97	1.16	1.05	1.09			Relative P/E Ratio	.95
3.3%	3.8%	5.2%	4.4%	4.1%	4.1%	3.8%	3.4%	3.7%	3.8%	3.9%	4.7%	4.8%	4.3%	3.3%	3.5%			Avg Ann'l Div'd Yield	3.6%

CAPITAL STRUCTURE as of 3/31/23 Total Debt \$48056 mill. Due in 5 Yrs \$4900 mill. LT Debt \$40158 mill. LT Interest \$1470 mill. (Total Interest coverage: 3.6x) Leases, Uncapitalized Annual rentals \$44 mill.																		Revenues (Smill) 20000	
Pension Assets-12/22 \$8694 mill. Oblig \$8066 mill. Pfd Stock \$1783 mill. Pfd Divd \$93 mill.																		Net Profit (Smill) 4025	
Common Stock 835,941,420 shs. as of 4/28/23																		Income Tax Rate 17.0%	
MARKET CAP: \$44.7 billion (Large Cap)																		AFUDC % to Net Profit 4.5%	
ELECTRIC OPERATING STATISTICS % Change Retail Sales (MWH) 2020 -2.2 2021 +8 2022 +2.0 Avg. Indust. Use (MWH) NA NA NA Avg. Indust. Revs. per KW(H) (c) NA NA NA 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																		Long-Term Debt Ratio 58.5%	
Fixed Charge Cov. (%) 235 227 272																		Common Equity Ratio 39.5%	
ANNUAL RATES Past 10 Yrs. Past 5 Yrs. Est'd '20-'22 of change (per sh) Revenues -3.0% -1.0% 3.5% "Cash Flow" 4.0% 3.0% 2.5% Earnings 3.0% 2.5% 2.5% Dividends 4.0% .5% 2.0% Book Value 4.5% 5.5% 4.5%																		Total Capital (Smill) 89100	
Quarterly Revenues (\$ mill.) Cal-endar Mar.31 Jun.30 Sep.30 Dec.31 Full Year 2020 3938 3106 3607 3521 14172 2021 3870 3038 3176 3880 13964 2022 4279 3596 4386 4913 17174 2023 5252 3650 4675 5023 18600 2024 5350 3950 4750 5100 19150																		Return on Total Cap'l 5.5%	
Quarterly Earnings per Share^A Cal-endar Mar.31 Jun.30 Sep.30 Dec.31 Full Year 2020 .92 .73 1.08 .81 3.54 2021 1.09 .76 1.11 .90 3.86 2022 1.18 .77 1.11 1.06 4.11 2023 .99 .47 1.09 1.05 3.60 2024 1.02 .64 1.07 1.02 3.75																		Return on Shr. Equity 11.0%	
Quarterly Dividends Paid^B Cal-endar Mar.31 Jun.30 Sep.30 Dec.31 Full Year 2019 .9175 .9175 .9175 .9175 3.67 2020 .94 .94 .94 .94 3.45 2021 .63 .63 .63 .63 2.52 2022 .6675 .6675 .6675 .6675 2.67 2023 .6675 .6675																		Return on Com Equity ^E 11.0%	

BUSINESS: Dominion Energy, Inc. (formerly Dominion Resources) is a holding company for Virginia Power, North Carolina Power, & South Carolina E&G, which serve 3.5 mill. customers in VA, SC, & NC. Serves 3.5 mill. gas customers in OH, WV, UT, SC, & NC. Other ops. incl. independent power production. Acq'd Questar 9/16; SCANA 1/19. Elec. rev. breakdown: residential, 47%; commercial, 34%; industrial, 8%; other, 11%. Generating sources: gas, 36%; nuclear, 28%; coal, 8%; other, 5%; purchased, 23%. Power/fuel costs: 31% of revs. '22 reported deprec. rates: 1.9%-3.9%. Employs 17,100. Chrmn., Pres. & CEO: Robert M. Blue. Inc.: VA. Address: 120 Tredegar St., P.O. Box 26532, Richmond, VA 23261-6532. Tel.: 804-819-2000. Internet: www.dominionenergy.com.

Dominion Energy is still in the process of working through its strategic business review. Announced late last year, the CEO has described it as a complete analysis, which will include a look at alternatives to the current business mix and capital allocation. The process is nearing a close, and we believe that the current dividend level is safe. No full-year earnings targets are being provided until a new plan is in place. We cut our 2023 estimate by \$0.40 per share due to seasonally-mild weather and rising interest expense. (Second-quarter results were due out just after our press cycle.) We've also scaled back our 2024 per-share profit target by \$0.45 based on the company's need to increase its debt load at higher than previously expected rates and the sale of income-generating assets.

Dominion stock has been hard hit due to the uncertainties at hand. Over the past nine months, the shares underperformed the Value Line Utility Index by 25 percentage points. Higher raw-material costs and rising interest rates are problematic and will make it a challenge to achieve the returns management was originally counting on from upcoming projects, particularly its huge wind farm off the coast of Virginia. The company recently agreed to sell its interest in the Cove Point liquefied natural gas operation in Maryland for \$3.3 billion after taxes and proceeds. Dominion will likely divest more non-core assets to help fund infrastructure investments in its regulated utilities. **Though untimely, this issue is not without merit for patient utility investors interested in the above-average yield.** Dominion is wrapping up its strategic review and is slated to reveal its conclusions and new projections during a third-quarter investment-day event. We've aggressively scaled back our estimates and still see decent earnings growth potential of 5%-7%, albeit from a lower base in 2024. The key Virginia service area is experiencing accelerating load growth, from 2%-3% in years past to 5%, on migration and rising data-center demand. Lawmakers in that state have recently lifted the company's authorized return on equity from 9.35% to 9.7%, and put in measures to reduce regulatory lag.

Anthony J. Glennon August 11, 2023

(A) Diluted eps. Excl. nonrec. gains/(losses): '08, 12c; '09, (47c); '10, \$2.13; '11, (31c); '12, (\$2.18); '14, (81c); '17, \$1.19; '18, (31c); '19, (\$2.62); '20, (\$1.72); '21, (67c); '22, (\$3.03);	gain/(losses) from disc. ops.: '10, (26c); '12, (4c); '13, (16c); '20, (\$2.39); '21, 79c; '22, 1c. Next eps. report due early Nov. (B) Div'ds paid mid-Mar., June, Sept., & Dec. ■ Div'd reinv. plan avail. (C) Incl. intang. in '22: \$20.78/sh. (D) In mill. (E) Rate base: Net orig. cost, adj. Rate all'd on com. eq. in VA in '22: 9.35%; in SC in '21: 9.5%. Reg. Clim.: Avg.
Company's Financial Strength B++ Stock's Price Stability 90 Price Growth Persistence 20 Earnings Predictability 100	