

TIMELINESS 3 Lowered 7/7/23	High: 48.0	54.2	68.7	69.6	78.7	83.4	71.0	76.4	78.9	68.6	73.3	74.9					Target Price Range		
SAFETY 3 Lowered 11/23/18	Low: 39.6	44.3	44.7	55.2	58.0	62.7	45.5	53.4	43.6	53.9	54.4	62.9					2026	2027	2028
TECHNICAL 2 Lowered 7/7/23	LEGENDS — 27.8 x Dividends p sh ... Relative Price Strength Options: Yes Shaded area indicates recession																		
BETA 1.00 (1.00 = Market)																			
18-Month Target Price Range																			
Low-High Midpoint (% to Mid)																			
\$61-\$103 \$82 (20%)																			
2026-28 PROJECTIONS																			
High Price Gain Ann'l Total Return	120	(+75%)	18%																
Low 80 (+15%) 9%																			
Institutional Decisions																			
to Buy 3Q2022 4Q2022 10Q2023	339	382	371																
to Sell 277 254 274																			
Hlds(000) 335090 343385 343456																			
Percent shares traded	30	20	10																
																	% TOT. RETURN 6/23		
																	THIS STOCK	VL ARITH. INDEX	
																	1 yr. 14.9	16.5	
																	3 yr. 46.2	58.6	
																	5 yr. 34.1	48.6	

2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	© VALUE LINE PUB. LLC	26-28
40.25	43.31	37.98	38.09	39.16	36.41	38.61	41.17	35.37	36.43	37.81	38.85	34.11	35.83	39.18	45.05	45.55	46.65	Revenues per sh	50.00
7.60	8.08	7.96	8.41	9.03	9.63	8.80	9.95	10.35	10.43	11.03	4.69	9.81	10.69	11.16	12.07	12.40	13.00	"Cash Flow" per sh	14.50
3.32	3.68	3.24	3.35	3.23	4.55	3.78	4.33	4.15	3.94	4.51	d1.26	4.70	4.52	4.59	4.63	4.75	5.10	Earnings per sh ^A	6.00
1.18	1.23	1.25	1.27	1.29	1.31	1.37	1.48	1.73	1.98	2.23	2.43	2.48	2.58	2.69	2.84	2.99	3.14	Div'd Decl'd per sh ^B	3.66
8.67	8.67	10.07	13.94	14.76	12.73	11.05	11.99	12.97	11.46	11.75	13.84	13.47	14.47	14.47	15.12	15.25	15.75	Cap'l Spending per sh	17.00
25.92	29.21	30.20	32.44	30.86	28.95	30.50	33.64	34.89	36.82	35.82	32.10	36.75	37.08	36.57	35.70	35.25	35.00	Book Value per sh ^C	42.25
325.81	325.81	325.81	325.81	325.81	325.81	325.81	325.81	325.81	325.81	325.81	325.81	361.99	378.91	380.38	382.21	384.00	386.00	Common Shs Outst'g ^D	390.00
16.0	12.4	9.7	10.3	11.8	9.7	12.7	13.0	14.8	17.9	17.2	--	14.1	13.3	12.9	14.0	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	17.0
.85	.75	.65	.66	.74	.62	.71	.68	.75	.94	.87	--	.75	.68	.70	.81			Relative P/E Ratio	.95
2.2%	2.7%	4.0%	3.7%	3.4%	3.0%	2.8%	2.6%	2.8%	2.8%	2.9%	3.8%	3.7%	4.3%	4.5%	4.4%			Avg Ann'l Div'd Yield	3.6%

CAPITAL STRUCTURE as of 3/31/23																		
Total Debt \$33301 mill. Due in 5 Yrs \$9685 mill.																		
LT Debt \$29442 mill. LT Interest \$1170 mill.																		
(Total Interest Coverage: 2.9x)																		
Leases, Uncapitalized Annual rentals \$542 mill.																		
Pension Assets-12/22 \$3462 mill.																		
Oblig \$3524 mill.																		
Pfd Stock \$3879 mill. Pfd Div'd \$212 mill.																		
Common Stock 382,983,023 shs. as of 4/25/23																		
MARKET CAP: \$26.2 billion (Large Cap)																		
ELECTRIC OPERATING STATISTICS																		
2020 2021 2022																		
% Change Retail Sales (KWH) +7 -3.9 +2.6																		
Avg. Indust. Use (MWH) 589 NA NA																		
Avg. Indust. Revs. per KWH (c) NA NA NA																		
Capacity at Peak (Mw) NA NA NA																		
Peak Load, Summer (Mw) 23133 21190 24345																		
Annual Load Factor (%) 46.7 52.7 45.8																		
% Change Customers (yr-end) +6 +3 +8																		
Fixed Charge Cov. (%) NMF 113 135																		

BUSINESS: Edison International (formerly SCECorp) is a holding company for Southern California Edison Company (SCE), which supplies electricity to 5.2 mill. customers in a 50,000-sq.-mi. area in central, coastal, & southern CA (excl. Los Angeles & San Diego). Edison Energy is an energy svcs. co. Disc. Edison Mission Energy (independent power producer) in '12. Elec. rev. breakdown: residential, 40%; commercial, 42%; industrial, 3%; other, 15%. Generating sources: nuclear, 9%; gas, 7%; hydro, 4%; purch., 80%. Power costs: 37% of revs. '22 reported depr. rate: 3.8%. Has 13,385 empls. Chairman: William P. Sullivan. Pres. & CEO: Pedro J. Pizarro. Inc.: CA. Address: 2244 Walnut Grove Ave., P.O. Box 976, Rosemead, CA 91770. Tel.: 626-302-2222. Web: www.edison.com.

Edison International appears on track to post annual gains in core earnings this year and the next. The utility got off to a decent start to 2023 with first-quarter adjusted earnings per share up year over year, primarily due to revenue from the escalation mechanism set forth in the 2021 General Rate Case (GRC) decision. This allows the company to bill for certain types of expenses, thereby circumventing regulatory lag. Higher interest charges were a significant offset, and will likely continue to weigh on the bottom line. Still, leadership affirmed its full-year 2023 share earnings outlook of \$2.55 to \$2.85, as well as its expectation of 6%-8% profit growth through 2025. As always, rate relief by way of the regulatory umbrella will be a key factor. In that vein, Edison recently filed its latest GRC.																		
The long-term health of the company is tied to getting out from under a barrage of wildfire claims payments. In recent years, EIX has paid out billions of dollars in lawsuit settlements associated with the role its electric transmission lines played in the disastrous late 2017 to 2018 forest fires in the Golden State. Although we now exclude those charges from our earnings presentation (beginning from 2019), to better highlight the progress that EIX is making in its core operations, one can see the impact on the balance sheet via the rising debt as a percentage of total capital in the financial array. Exiting 2021, the company showed over \$1 billion in wildfire claims liability. More than that was paid out last year, yet the company still shows that same level of liability on its recent balance sheet.																		
Although this issue's total return prospects compare favorably to the electric utility industry's median level of 10%, we'd hold off on commitments here. Most of the company's peers are highly rated for Safety. Meanwhile, Edison's lawsuit woes have transitioned to balance-sheet woes, with debt piling up to help fund wildfire claims. In the wrong economic environment, it could be a real challenge for the utility to maintain its investment grade rating. Over time, EIX may well be able to grow its way out of this predicament, but we don't think the recent valuation justifies the risk.																		

Cal-endar	QUARTERLY REVENUES (\$ mill.)				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2020	2790	2987	4644	3157	13578
2021	2960	3315	5299	3331	14905
2022	3968	4008	5228	4016	17220
2023	3966	4125	5350	4059	17500
2024	4100	4250	5475	4175	18000
Cal-endar	EARNINGS PER SHARE ^A				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2020	.63	1.00	1.67	1.19	4.52
2021	.79	.94	1.69	1.16	4.59
2022	1.07	.94	1.48	1.15	4.63
2023	1.09	.96	1.53	1.17	4.75
2024	1.14	1.06	1.63	1.27	5.10
Cal-endar	QUARTERLY DIVIDENDS PAID ^B				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2019	.6125	.6125	.6125	.6125	2.45
2020	.6375	.6375	.6375	.6375	2.55
2021	.6625	.6625	.6625	.6625	2.65
2022	.70	.70	.70	.70	2.80
2023	.7375	.7375	.7375		

(A) Adjusted (non-GAAP) EPS from 2019 on. Excl. gains/(losses): nonrecurs'; '10, 54c; '11, (\$3.33); '13, (\$1.12); '15, (\$1.18); '17, (\$1.37); '18, (14c); '19, (92c); '20, (\$2.54); '21, (\$2.59); '22, (\$3.02); 1Q '23, (28c); disc. ops.: '13, 11c; '14, 57c; '15, 11c; '18, 10c. Qtly. EPS may not sum due to rounding. Next egs. report due early Aug. **(B)** Div'ds paid late Jan., Apr., July, & Oct. **(C)** Div'd reinv. plan avail. **(D)** In mill. **(E)** Rate base: net orig. cost. Rate all'd on com. eq. in '20: 10.3%; Regulatory Climate: Average.

© 2023 Value Line, Inc. All rights reserved. Factual material is obtained from sources believed to be reliable and is provided without warranties of any kind. THE PUBLISHER IS NOT RESPONSIBLE FOR ANY ERRORS OR OMISSIONS HEREIN. This publication is strictly for subscriber's own, non-commercial, internal use. No part of it may be reproduced, resold, stored or transmitted in any printed, electronic or other form, or used for generating or marketing any printed or electronic publication, service or product.

Company's Financial Strength B++
Stock's Price Stability 80
Price Growth Persistence 35
Earnings Predictability 10

To subscribe call 1-800-VALUELINE

Anthony J. Glennon July 21, 2023