

QCORP BORROWING COSTS

Spot Date 9/30/2002
 Credit Spreads as of 9/30/2002
 Senior Debt Rating **Ba3/B-**

Domestic Long-Term Debt										
Term (Years)	Settlement Date	Maturity Date	Benchmark Yield ¹	Credit Spread ²	Reoffer Yield	Underwriting Spread ³	All-In Cost			
1	09/30/02	09/30/03	1.562%	1,235.3	13.915%	1.25%	15.1650%			
2	09/30/02	09/30/04	1.683%	1,054.5	12.228%	1.25%	12.8530%			
3	09/30/02	09/30/05	1.975%	1,048.9	12.464%	1.25%	12.8807%			
4	09/30/02	09/30/06	2.268%	1,005.0	12.317%	1.50%	12.6922%			
5	09/30/02	09/30/07	2.560%	961.0	12.170%	1.50%	12.4703%			
7	09/30/02	09/30/09	2.972%	873.2	11.704%	1.75%	11.9540%			
10	09/30/02	09/30/12	3.590%	754.2	11.132%	1.75%	11.3070%			
20	09/30/02	09/30/22	4.129%	568.1	10.810%	1.75%	10.9850%			
25	09/30/02	09/30/27	4.399%	525.1	10.649%	2.00%	10.8490%			
30	09/30/02	09/30/32	4.668%	582.0	10.488%	2.00%	10.6880%			

Notes:

- ¹ Treasury yields as reported on Bloomberg, with interpolation
- ² Spreads of QC bonds trading in the secondary (high yield) market. Source is SalomonSmithBarney, with interpolation
- ³ No formal curve for underwriting fees exists in the high yield market. Fees are essentially flat rate and centered around 10 yr maturity

QCORP BORROWING COSTS

Spot Date 12/31/2002
 Credit Spreads as of 12/31/2002
 Senior Debt Rating **Ba3/B**

Domestic Long-Term Debt									
Term (Years)	Settlement Date	Maturity Date	Benchmark Yield ¹	Credit Spread ²	Reoffer Yield	Underwriting Spread ³	All-In Cost		
1	12/31/02	12/31/03	1.335%	815.0	10.491%	1.25%	11.7410%		
2	12/31/02	12/31/04	1.598%	803.9	9.637%	1.25%	10.2620%		
3	12/31/02	12/31/05	1.977%	766.6	9.643%	1.25%	10.0597%		
4	12/31/02	12/31/06	2.355%	695.4	9.309%	1.50%	9.6840%		
5	12/31/02	12/31/07	2.734%	624.1	8.975%	1.50%	9.2750%		
7	12/31/02	12/31/09	3.166%	599.9	9.165%	1.75%	9.4146%		
10	12/31/02	12/31/12	3.814%	563.5	9.449%	1.75%	9.6240%		
20	12/31/02	12/31/22	4.297%	507.9	9.375%	1.75%	9.5500%		
25	12/31/02	12/31/27	4.538%	480.0	9.338%	2.00%	9.5380%		
30	12/31/02	12/31/32	4.779%	452.2	9.301%	2.00%	9.5010%		

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QCORP BORROWING COSTS

Spot Date 3/31/2003
 Credit Spreads as of 3/31/2003
 Senior Debt Rating **Ba3/B-**

Domestic Long-Term Debt										
Term (Years)	Settlement Date	Maturity Date	Benchmark Yield ¹	Credit Spread ²	Reoffer Yield	Underwriting Spread ³	All-In Cost			
1	03/31/03	03/31/04	1.237%	771.3	8.950%	1.25%	10.2000%			
2	03/31/03	03/31/05	1.482%	746.6	8.950%	1.25%	9.5750%			
3	03/31/03	03/31/06	1.891%	660.9	8.500%	1.25%	8.9167%			
4	03/31/03	03/31/07	2.301%	544.9	7.750%	1.50%	8.1250%			
5	03/31/03	03/31/08	2.710%	429.0	7.000%	1.50%	7.3000%			
7	03/31/03	03/31/10	3.144%	419.6	7.340%	1.75%	7.5900%			
10	03/31/03	03/31/13	3.796%	405.4	7.850%	1.75%	8.0250%			
20	03/31/03	03/31/23	4.306%	379.5	8.100%	1.75%	8.2750%			
25	03/31/03	03/31/28	4.560%	366.5	8.225%	2.00%	8.4250%			
30	03/31/03	03/31/33	4.815%	353.5	8.350%	2.00%	8.5500%			

Notes:

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- ³ No formal curve for underwriting fees exists in the high yield market. Fees are essentially flat rate and centered around 10 yr maturity.