

Byers, Dick (UTC)

From: PRIDZON@keybanccm.com
Sent: Thursday, November 06, 2008 12:23 PM
To: Byers, Dick (UTC)
Subject: Utility equity

Dick,

Thought I would pass along some color regarding the appetite for utility equity in the current market. Pepco Holdings Inc. (NYSE-POM) announced yesterday, before the market opened, an offering of 17.5 million shares. The stock closed down 13.8%. At a 6% discount to that closing price, only 14 million shares could be placed. I assume POM will have to come back at some point. I am perplexed by OPC's arguments that capital markets remain accessible on reasonable terms.

Hope all is well

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