

Missouri Gas Energy
Weighted Cost of Equity Capital

	Return On Equity	Equity Ratio Percent	Weighted Cost of Equity	Difference from Average
Regulatory Research Associates - Average 2006 (1)	10.490%	48.98%	5.14%	
Staff Mid Point (2)	8.950%	36.06%	3.23%	-1.91%
OPC Mid Point (3)	8.175%	36.06%	2.95%	-2.19%
MGE (4)	11.500%	46.00%	5.29%	0.15%
MGE – 2004 (5)	10.500%	29.90%	3.14%	-2.00%
<u>Other Missouri Commission Decided Cases</u>				
Empire -2005 (6)	11.000%	49.14%	5.41%	
Empire – 2006 (7)	10.900%	49.74%	5.42%	
KCPL – 2006 (8)	11.250%	53.69%	6.04%	

- (1) Exh. 101 Murray Direct p. 35, l. 10-12
- (2) Exh. 103A Murray True-up Schedule DM 5
- (3) Calculated based on Trippensee Rebuttal Exh. 200, p. 12, l. 3-6
- (4) Exh. 003 Hanley Surrebuttal p. 23, l. 1-3
- (5) Case No. GR-2004-0209
- (6) Case No. ER-2004-0570
- (7) Case No. ER-2006-0315
- (8) Case No. ER-2006-0314