

| Capital Structure as of September 30, 2010 Stipulated for Purposes of Settlement | | | | |
|---|------------------------|------------------------------|----------------------|--|
| Capital Component | Dollar Amount | Percentage of Capital | Embedded Cost | Weighted Cost of Capital Using Stipulated Common Equity Return of 10.0% |
| Common Stock Equity | \$4,131,192,991 | 52.92% | ----- | 5.29% |
| Preferred Stock | \$81,827,509 | 1.05% | 4.18% | 0.04% |
| Short-term debt | \$0 | 0.00% | 0.00% | 0.00% |
| Long-Term Debt | \$3,593,592,575 | 46.03% | 5.91% | 2.72% |
| | \$7,806,613,075 | 100.00% | | 8.06% |