

PROXY GROUP MEDIAN MARKET CAPITALIZATION

| Company Name (Ticker) | Ticker | Customers (Mil) [1] | Market Cap (\$Bil) [2] | Market to Book Ratio [2] |
|--------------------------|--------|------------------------|---------------------------|-----------------------------|
| Alliant Energy Corp. | LNT | 0.98 | 4.78 | 1.59 |
| DTE Energy Co. | DTE | 2.12 | 90.83 | 1.30 |
| Empire District Electric | EDE | 0.17 | 0.87 | 1.27 |
| Northeast Utilities | NU | 1.91 | 6.17 | 1.56 |
| Pinnacle West | PNW | 1.12 | 5.21 | 1.34 |
| PNM Resources | PNM | 0.73 | 1.55 | 0.97 |
| Progress Energy | PGN | 3.08 | 16.07 | 1.58 |
| Xcel Energy, Inc. | XEL | 3.38 | 13.04 | 1.55 |
| MEDIAN | | 1.51 | 5.69 | 1.44 |
| MEAN | | 1.7 | 17.3 | 1.40 |

SIZE PREMIUM CALCULATION

| | | |
|---|--------|-----|
| Combined Company's Common Equity- electric utility operations | 480.34 | [3] |
| Median Market to Book for Proxy Group | 1.44 | |
| Combined Company's Implied Market Cap (\$ Mil)- electric utility operations | 692.83 | |

Market Capitalization (in \$millions)

| Decile | Low | High | Size Premium [4] |
|--|--------------|---------------|---------------------|
| 2 | \$ 6,895.258 | \$ 15,079.529 | 0.81% |
| 3 | \$ 3,714.445 | \$ 6,793.876 | 1.01% |
| 4 | \$ 2,512.137 | \$ 3,710.985 | 1.20% |
| 5 | \$ 1,778.756 | \$ 2,509.152 | 1.81% |
| 6 | \$ 1,214.679 | \$ 1,775.966 | 1.82% |
| 7 | \$ 772.795 | \$ 1,212.290 | 1.88% |
| 8 | \$ 478.102 | \$ 771.789 | 2.65% |
| 9 | \$ 235.725 | \$ 477.539 | 2.94% |
| 10 | \$ 1.222 | \$ 235.647 | 6.36% |
| Proxy Group Median | | \$ 5,687 | 1.01% |
| Combined Company Implied Market Capitalization | | \$ 693 | 2.65% |

Difference from Proxy Group Median 1.64% [5]

NOTES

[1] Source: SNL Financial- Total Electric Customers 2010

[2] Bloomberg 30-day average.

[3] Source: FERC Form 1

[4] Source: 2011 Morningstar Risk Premia Over Time Report; Estimates for 1926 - 2010, p 4.

[5] Equals 2.65% - 1.01%