

# 2010 - Our Goals For Financial Stability

(Key Metric Forecast from the June 2010 Financial Update to the Commission)

Financial Liquidity	Target	2010	2011	2012	2013	2014	2015
Base case-expected (50% probability)	<b>\$175M Min.</b>	\$215	\$210	\$243	\$243	\$239	\$247
Base case-unusual (5% probability) *		\$211	\$190	\$204	\$193	\$171	\$177

Rate of Return	Target	2010	2011	2012	2013	2014	2015
Base case-expected (50% probability)	<b>4-6%</b>	-1.6%	-0.2%	5.6%	5.7%	5.9%	5.3%
Base case-unusual (5% probability) *	<b>2%</b>	-1.9%	-2.0%	2.0%	1.2%	0.0%	-0.7%

Debt Coverage (Subordinate)	Target	2010	2011	2012	2013	2014	2015
Base case-expected (50% probability)	<b>2.25-2.75</b>	1.30	1.55	2.41	2.30	2.30	1.95
Base case-unusual (5% probability) *	<b>1.25</b>	1.21	1.11	1.53	1.15	0.76	0.54

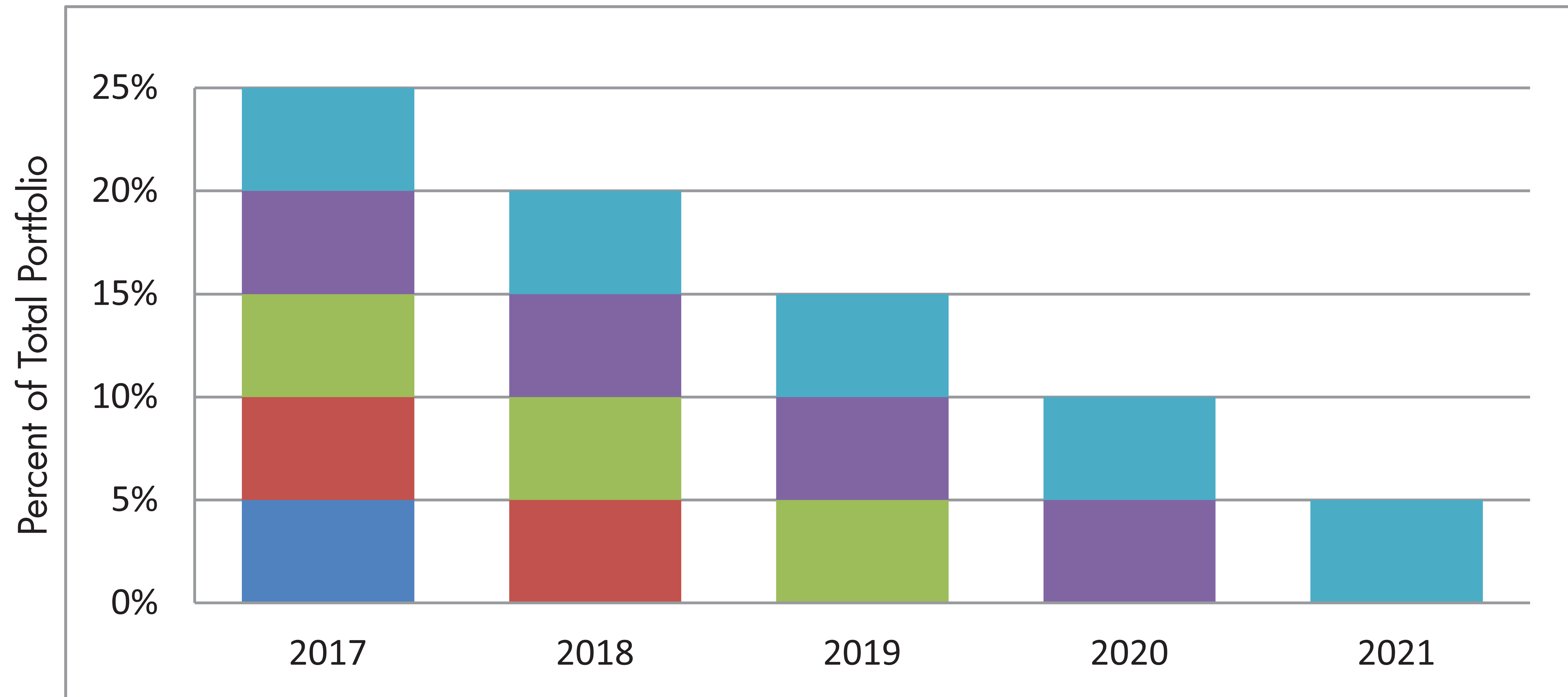
Debt Ratio	Target	2010	2011	2012	2013	2014	2015
Base case-expected (50% probability)	<b>&lt; 60% by 2015</b>	73.9%	73.7%	70.6%	67.8%	64.0%	61.6%
Base case-unusual (5% probability) *		74.1%	74.8%	72.6%	70.1%	66.9%	64.4%

**Results not currently meeting established targets**

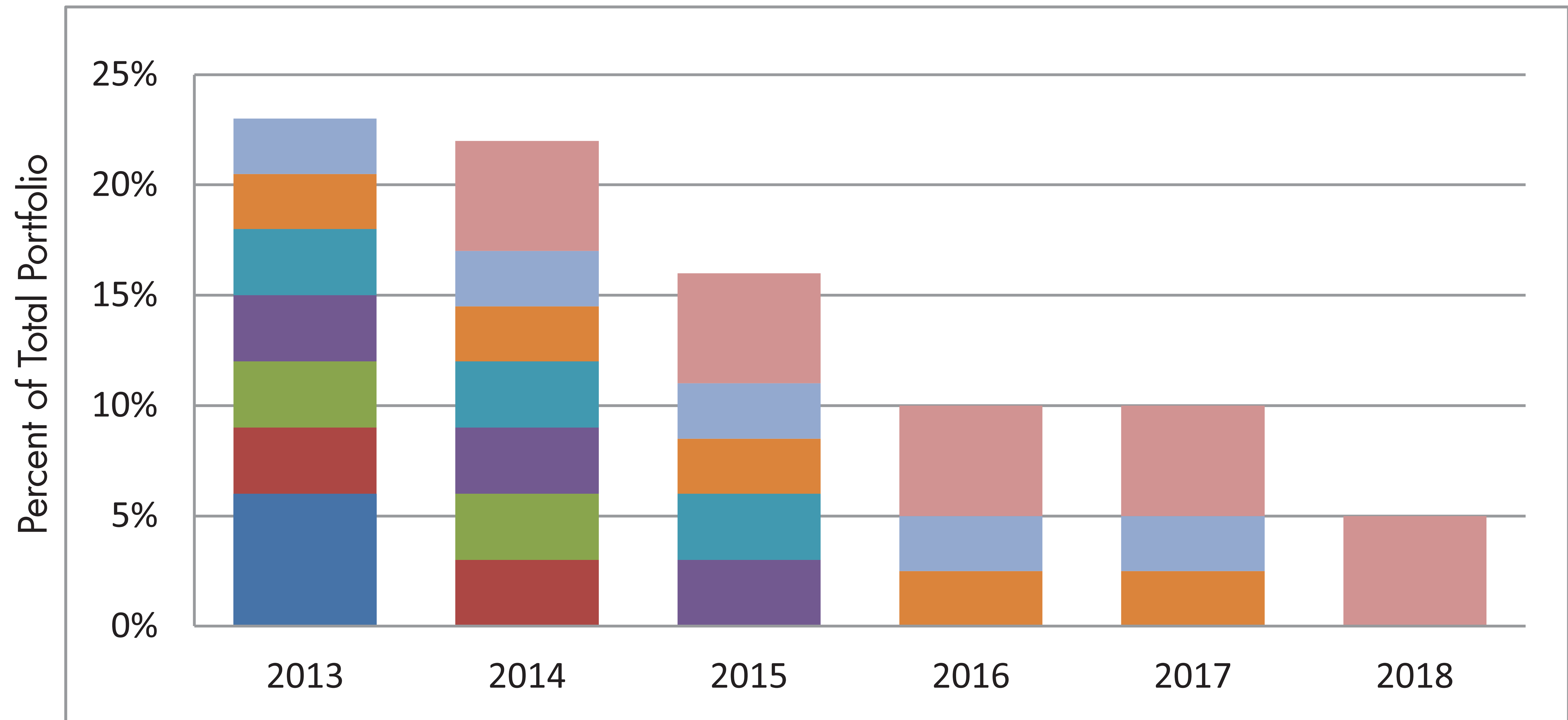
\*Reflects approximately 75% water and \$30 Mid C Prices

# Future Market Position - Slice Products

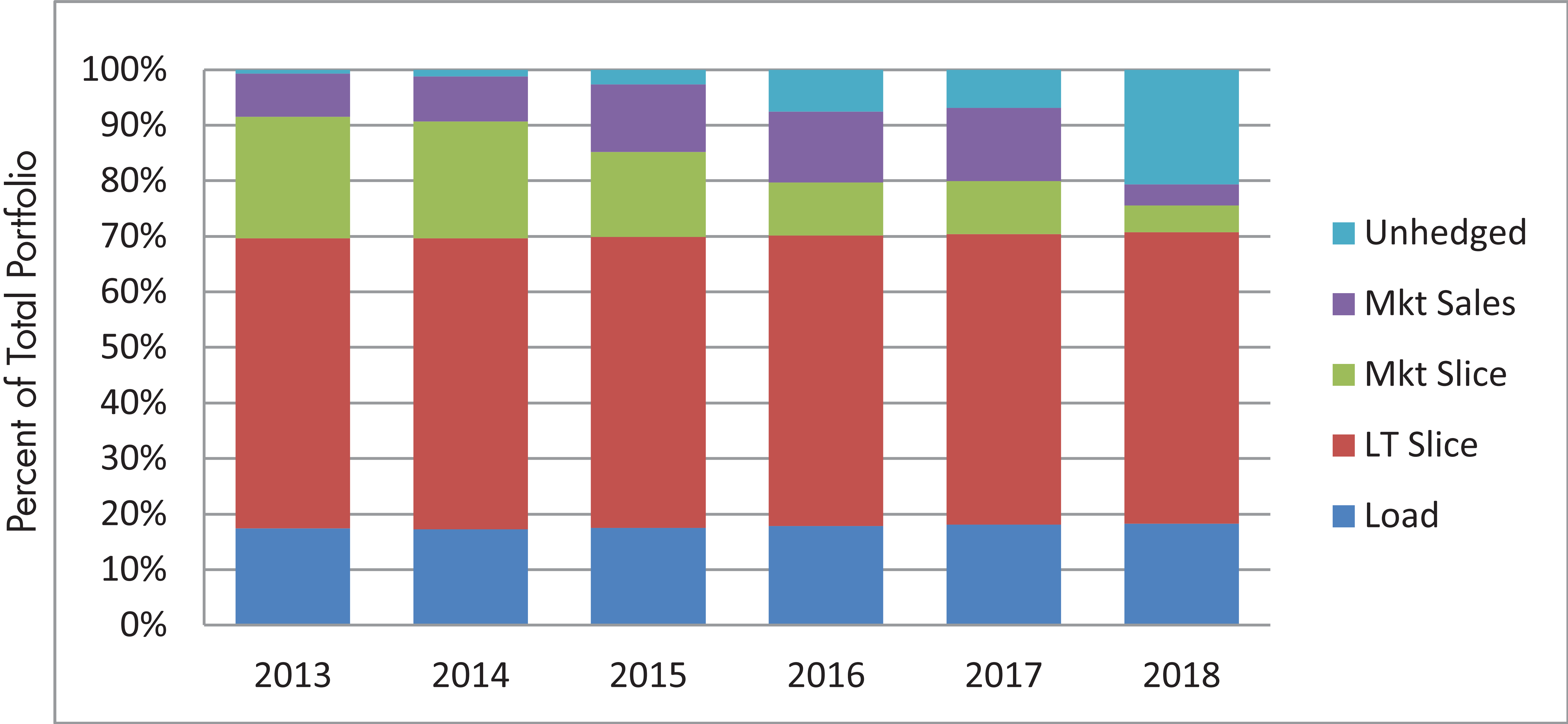
(5% Slices Over 5 Years)



# Current Market Position - Slice Products

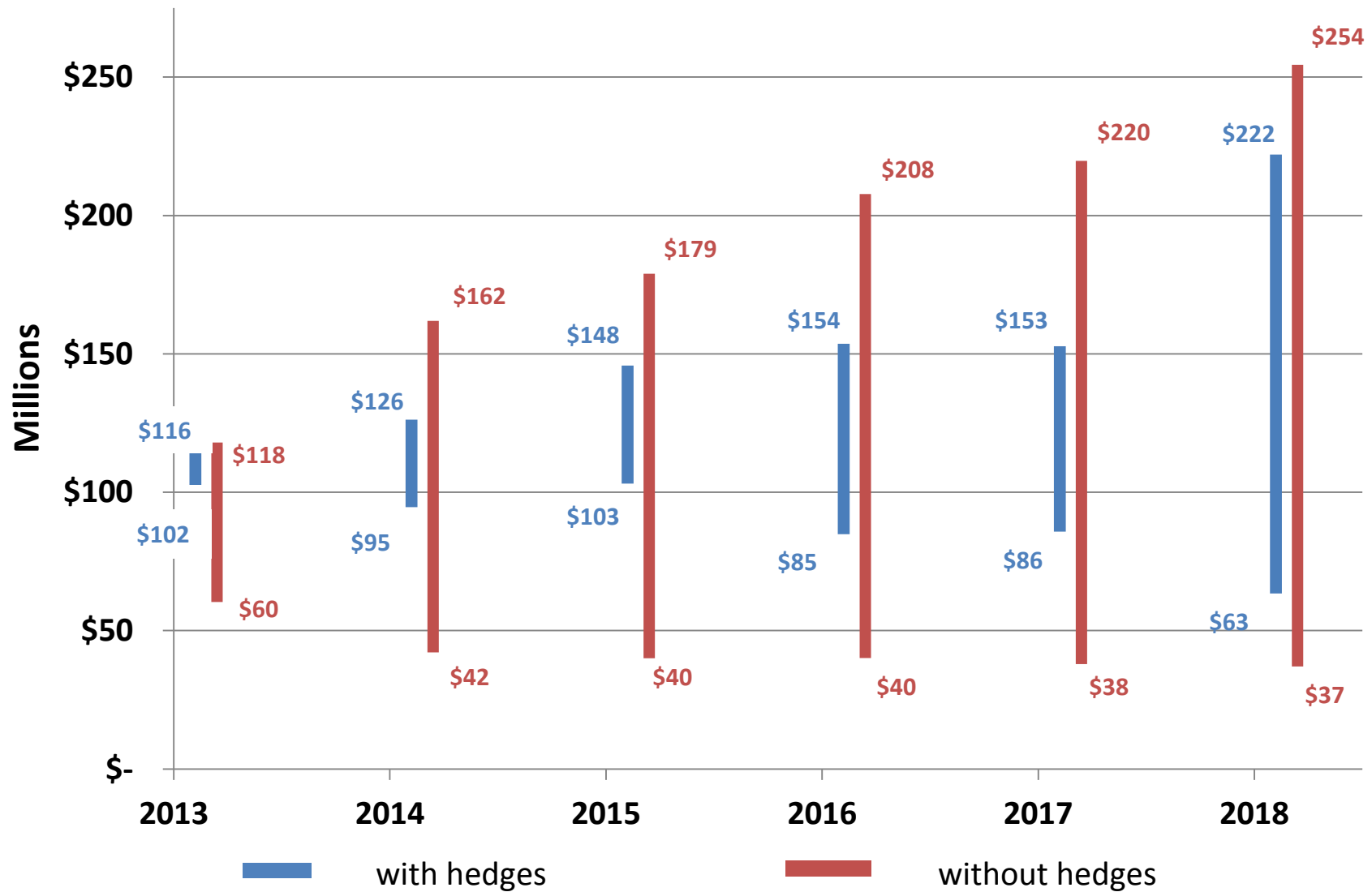


# Current Market Position - Total

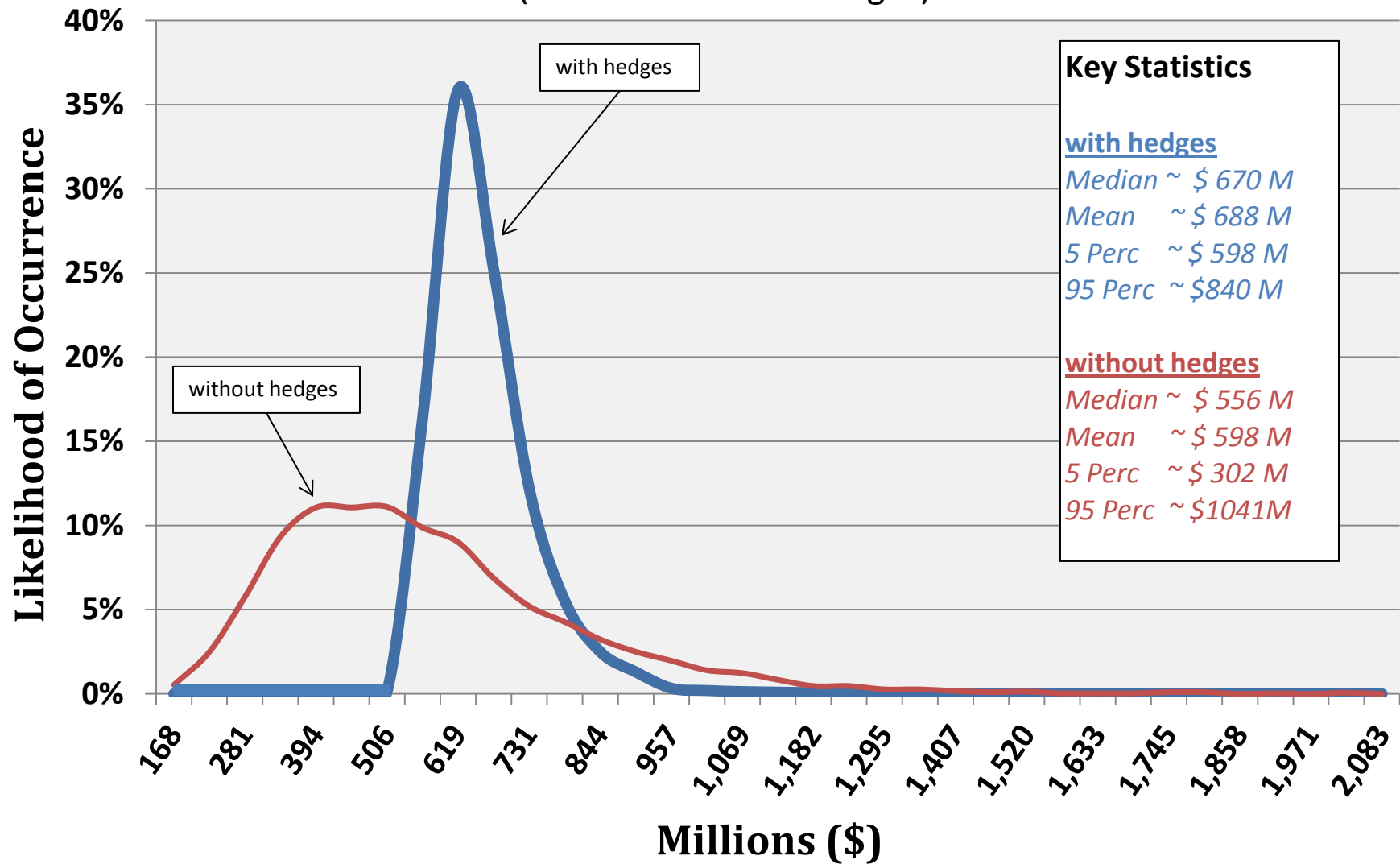


# Net Wholesale Revenue Variability

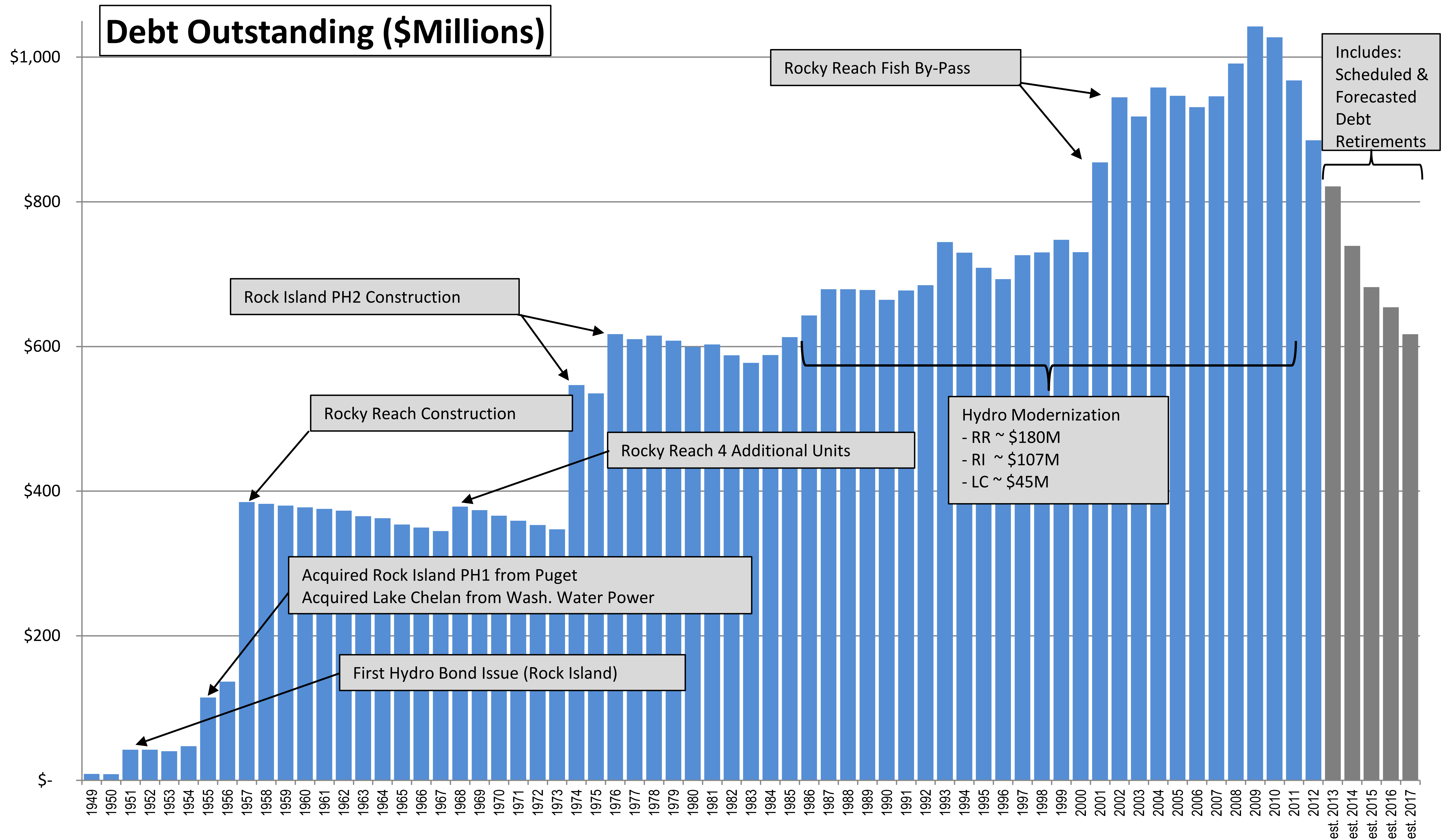
(with and without hedges)



## 2013-2018 Cumulative Net Wholesale Revenue Projections (with and without hedges)



# 2013 - We Are Meeting Our Goal To Pay Down Debt





# 2013 - We Are Meeting Our Financial Goals

(Key Metric Forecast from the December 2012 Financial Update to the Commission)

Financial Liquidity	Target	2013	2014	2015	2016	2017
Base case-expected (50% probability)	<b>\$175M Min.</b>	\$327	\$280	\$342	\$386	\$438
Base case-unusual (5% probability) *		\$321	\$264	\$321	\$359	\$411

Rate of Return	Target	2013	2014	2015	2016	2017
Base case-expected (50% probability)	<b>4-6%</b>	7.6%	7.6%	9.1%	7.5%	7.4%
Base case-unusual (5% probability) *	<b>2%</b>	7.0%	6.1%	7.2%	5.0%	4.9%

Debt Coverage (Subordinate)	Target	2010	2011	2012	2013	2014
Base case-expected (50% probability)	<b>2.25-2.75</b>	2.50	2.53	2.70	2.72	2.37
Base case-unusual (5% probability) *	<b>1.25</b>	2.41	2.29	2.46	2.23	1.95

Debt Ratio	Target	2013	2014	2015	2016	2017
Base case-expected (50% probability)	<b>&lt; 60% by 2015</b>	60.0%	53.9%	48.3%	44.7%	40.9%
Base case-unusual (5% probability) *		60.2%	54.6%	49.0%	45.5%	41.7%

\* Reflects approximately 73% Water and \$20 Mid C Prices