

Reconciliation – Net Income and EPS

Quarter and Nine Months Ended September 30, 2009



| | <u>Quarter Ended September 30, 2009</u> | | <u>Nine Months Ended September 30, 2009</u> | |
|--|---|---------------|---|------------------|
| | <u>Net Income</u> | <u>EPS</u> | <u>Net Income</u> | <u>EPS</u> |
| As reported | \$114 | \$0.31 | \$267 | \$0.74 |
| Mark-to-market (gains) charges | \$4 | \$0.01 | \$14 | \$0.04 |
| Inventory write-downs | \$0 | \$0.00 | \$4 | \$0.01 |
| (Gain) loss on marketable securities (Time Warner) | (\$31) | (\$0.08) | (\$44) | (\$0.12) |
| (Gain) loss on indexed debt securities (ZENS) | \$20 | \$0.05 | \$35 | \$0.09 |
| SESH charge* | \$7 | \$0.02 | \$10 | \$0.03 |
| Adjusted | <u>\$114</u> | <u>\$0.31</u> | <u>\$286</u> | <u>\$0.80</u> ** |

* Non-cash charge to reflect SESH's decision to discontinue the use of regulatory accounting

** Does not add due to rounding