

The Peoples Gas Light and Coke CompanyCost of Capital Summary (1)

Historical Test Year Ended September 30, 2006							Line No.
Line No.	Class of Capital (A)	Amount (2) (B)	Percent of Total (C)	Percent Cost (D)	Cost Reference (E)	Weighted Cost (F) = (C X D)	
1	Long-term Debt (3)	\$ 478,998,000	42.90%	4.68% (4)	D-3	2.01%	1
2	Common Equity	637,533,000	57.10%	11.06% (5)		6.32%	2
3	Total Capital	<u>\$ 1,116,531,000</u>				<u>8.33%</u>	3

Proforma Test Year Ending September 30, 2006							Line No.
	Class of Capital (A)	Amount (B)	Percent of Total (C)	Percent Cost (D)	Cost Reference (E)	Weighted Cost (F) = (C X D)	
4	Long-term Debt (3)		44.00%	4.68% (4)	D-3	2.06%	4
5	Common Equity		56.00%	11.06% (5)		6.19%	5
6	Total Capital					<u>8.25%</u>	6

- Notes: (1) The weights and costs of the components of the capital structure do not differ from total company data.
- (2) Long Term Debt balances at year end current proceeds. Common Equity balances based at year-end excluding Accumulated Other Comprehensive Income.
- (3) No redeemable long-term debt due within one year.
- (4) Long Term Debt percent cost is based on year-end current proceeds.
- (5) Cost of common equity requested in this filing.

Peoples Gas Ex. BAJ-1.2

The Peoples Gas Light and Coke Company

Embedded Cost of Long-Term Debt

Net Proceeds Method

Line No.	Debt Issue Type, Coupon Rate [A]	Date Issued [B]	Maturity Date [C]	Date Reacquired [D]	Principal Amount [E]	Face Amount Outstanding [F]	Unamortized Discount or (Premium) [G]	Unamortized Debt Expense (Gain) [H]	Carrying Value [I]=[F-G-H]	Annual Coupon Interest [J]=[A*F]	Annualized Amort. Of Discount or (Premium) [K]	Annualized Amort. Of Debt Expense [L]	Annualized Interest Expense [M]=[J+K+L]	Line No.
Test Year Ended September 30, 2006														
1	First and Refunding Mortgage Bonds:													1
2	Series HH - 4.75%	(1) 03/01/00	03/01/30	-	\$ 50,000,000	\$ 50,000,000	\$ -	\$ 1,676,000	\$ 48,324,000	\$ 2,375,000	\$ -	\$ 72,000	\$ 2,447,000	2
3	Series KK - 5	(1) 02/06/03	02/01/33	-	50,000,000	50,000,000	605,000	1,734,000	47,661,000	2,500,000	23,000	66,000	2,589,000	3
4	Series LL - 3.05	(1) 02/20/03	02/01/33	-	50,000,000	50,000,000	-	828,000	49,172,000	1,525,000	-	31,000	1,556,000	4
5	Series MM-2 - 4	02/27/03	03/01/10	-	50,000,000	50,000,000	167,000	291,000	49,542,000	2,000,000	49,000	85,000	2,134,000	5
6	Series NN-2 - 4.625	04/29/03	05/01/13	-	75,000,000	75,000,000	40,000	997,000	73,963,000	3,469,000	6,000	152,000	3,627,000	6
7	Series OO - 3.6 Auction Rate	(1) 10/09/03	10/01/37	-	51,000,000	51,000,000	-	1,054,000	49,946,000	1,836,000 (2)	-	34,000	1,870,000	7
8	Series PP - 3.55 Auction Rate	(1) 10/09/03	10/01/37	-	51,000,000	51,000,000	-	1,039,000	49,961,000	1,811,000 (2)	-	34,000	1,845,000	8
9	Series QQ - 4.875	(1) 11/25/03	11/01/38	-	75,000,000	75,000,000	-	1,823,000	73,177,000	3,656,000	-	57,000	3,713,000	9
10	Series RR - 4.3	(1) 06/01/05	06/01/35	-	50,000,000	50,000,000	-	993,000	49,007,000	2,150,000	-	35,000	2,185,000	10
11	Sub-Total				\$ 502,000,000	\$ 502,000,000	\$ 812,000	\$ 10,435,000	\$ 490,753,000	\$ 21,322,000	\$ 78,000	\$ 566,000	\$ 21,966,000	11
12	Less: Amortization of Losses on Reacquired Bonds													12
13	Series X - 6.875%	(1) 03/01/85	02/01/33	03/14/03	\$ -	\$ -	\$ -	\$ 1,527,000	\$ (1,527,000)	\$ -	\$ -	\$ 58,000	\$ 58,000	13
14	Series Y - 7.5	(1) 03/01/85	02/01/33	04/03/00	-	-	-	692,000	(692,000)	-	-	26,000	26,000	14
15	Series Z - 7.5	(1) 03/01/85	03/01/15	04/03/00	-	-	-	554,000	(554,000)	-	-	66,000	66,000	15
16	Series AA - 10.25	(1) 03/01/85	06/01/35	08/01/95	-	-	-	1,481,000	(1,481,000)	-	-	52,000	52,000	16
17	Series BB - 8.1	(1) 05/01/90	10/01/37	05/01/00	-	-	-	706,000	(706,000)	-	-	22,000	22,000	17
18	Series DD - 5.-3/4	(1) 12/01/93	11/01/38	12/01/03	-	-	-	2,239,000	(2,239,000)	-	-	70,000	70,000	18
19	Series EE - Variable Rate	(1) 12/01/93	10/01/37	10/14/03	-	-	-	232,000	(232,000)	-	-	7,000	7,000	19
20	Series FF - 6.1	(1) 06/01/95	06/01/35	06/02/05	-	-	-	1,426,000	(1,426,000)	-	-	50,000	50,000	20
21	Series GG - Variable Rate	(1) 03/01/00	02/01/33	03/27/03	-	-	-	1,305,000	(1,305,000)	-	-	50,000	50,000	21
22	Series II - Variable Rate	(1) 03/01/00	10/01/37	11/12/03	-	-	-	797,000	(797,000)	-	-	26,000	26,000	22
23	Series JJ - Variable Rate	(1) 03/01/00	10/01/37	10/14/03	-	-	-	797,000	(797,000)	-	-	25,000	25,000	23
24	Sub-Total				\$ -	\$ -	\$ -	\$ 11,756,000	\$ (11,756,000)	\$ -	\$ -	\$ 452,000	\$ 452,000	24
25	Total				\$ 502,000,000	\$ 502,000,000	\$ 812,000	\$ 22,191,000	\$ 478,997,000	\$ 21,322,000	\$ 78,000	\$ 1,018,000	\$ 22,418,000	25
26	Embedded Cost of Long-Term Debt (M / I)												4.68%	26

Notes: (1) Tax-exempt bonds.
(2) Based on auction rate in effect at September 30, 2006.

The Peoples Gas Light and Coke CompanyUnrecovered Common Equity Issuance Costs (1) (2)Year Ended September 30, 2006

Line No.	Type	Date Issued	Shares	Per Share Offering Price	Gross Proceeds	Underwriting Discounts & Commissions	Net Proceeds	Company Issuance Expense	Selling & Issuance Costs
	[A]	[B]	[C]	[D]	[E]=C*D	[F]	[G]=E-F	[H]	[I]=(F+H)/E
1	Public	01-16-73	1,350,000 (3)	38.75	52,312,000	1,323,000	50,989,000	59,000	2.64%
2	Public	07-19-77	1,000,000 (3)	53.00	53,000,000	1,450,000	51,550,000	142,000	3.00%
3	Public	01-09-92	1,950,000 (4)	26.50	51,675,000	1,872,000	49,803,000	113,000 (5)	3.84%
4	Public	Various (6)	1,235,700 (4)	39.56 (7)	48,883,000	980,000	47,903,000	171,000	2.35%

- Notes: (1) When issuing Common Stock the Company records the Net Proceeds as an increase to Common Stockholders Equity. Issuance Expenses are charged directly to Common Stockholders Equity.
- (2) Commission orders in Docket Nos. 57573, 76-0004, 78-0076, 79-0073, 80-0090, 82-0082, 83-0580, 90-0007, 91-0586 and 95-0032.
- (3) Shares of Peoples Energy Corporation Common Stock sold under its former name Peoples Gas Company.
- (4) Shares of Peoples Energy Corporation Common Stock.
- (5) Included in this number is an estimate. Actual invoice for printing could not be found, therefore original estimate from printer of \$25,000 was included.
- (6) Peoples Energy entered into a sale agreement with Cantor Fitzgerald & Co on December 17, 2002 to sell up to 1,500,000 shares of common stock through a continuous share distribution program, at a commission rate of 2%. The numbers represent shares sold through September 30, 2006.
- (7) Average price of shares issued under the continuous share distribution program.

The Peoples Gas Light and Coke Company

Comparative Financial Data
(000s) except per share data

Line No.	Description [A]	Source [B]	Test Year	Historical Year Ended September 30,			
			Ended 9/30/2006 [C]	2005 [D]	2004 [E]	2003 [F]	2002 [G]
1	<u>Funds from Operations</u>						
2	Net Income	FERC - Income Statement	\$ (35,611)	\$ 49,309	\$ 45,265	\$ 79,582	\$ 77,301
3	Depreciation and Amortization	SEC Annual Report - Cash Flow	61,323	60,652	66,599	64,897	66,105
4	Deferred Income Tax and Investment Tax Credits - Net	SEC Annual Report - Cash Flow	(37,540)	(3,271)	2,917	17,126	34,503
5	AFUDC	N/A	-	-	-	-	-
6	Other Internal Sources:						
7	Pension Funding (Greater) Less Than Expense	SEC Annual Report - Cash Flow	(4,700)	(4,016)	2,977	(4,402)	(31,285)
8	Other Adjustments	SEC Annual Report - Cash Flow	(4,888)	17,197	(10,911)	(895)	25,090
9	Total Funds from Operations	Line 2 + 3 + 4 - 5 + 7 + 8	<u>\$ (21,416)</u>	<u>\$ 119,871</u>	<u>\$ 106,847</u>	<u>\$ 156,308</u>	<u>\$ 171,714</u>
10	<u>Capital Structure</u>						
11	Short-term Debt (1)	FERC - Balance Sheet [231, 233]	\$ -	\$ 360	\$ 30,999	\$ 80,340	\$ 98,146
12	Long-term Debt (2)	FERC - Balance Sheet [221, 226]	501,188	501,111	501,033	500,955	451,971
13	Preferred Stock	N/A	-	-	-	-	-
14	Common Equity:						
15	Common Equity Excluding AOCI	N/A	637,533	634,754	636,600	647,535	636,377
16	Accumulated Other Comprehensive Income (3)	FERC - Balance Sheet [219]	(1,428)	(21,482)	(7,080)	(21,052)	(491)
17	Common Equity Including AOCI	FERC - Balance Sheet	<u>\$ 636,105</u>	<u>\$ 613,272</u>	<u>\$ 629,520</u>	<u>\$ 626,483</u>	<u>\$ 635,886</u>
18	Total Capital Including AOCI	Line 11 + 12 + 13 + 17	<u>\$ 1,137,293</u>	<u>\$ 1,114,743</u>	<u>\$ 1,161,552</u>	<u>\$ 1,207,778</u>	<u>\$ 1,186,003</u>
19	Total Capital Excluding AOCI	Line 11 + 12 + 13 + 15	<u>\$ 1,138,721</u>	<u>\$ 1,136,225</u>	<u>\$ 1,168,632</u>	<u>\$ 1,228,830</u>	<u>\$ 1,186,494</u>
20	<u>Capital Structure Ratios - Including AOCI</u>						
21	Short-term Debt Ratio	Line 11 / Line 18	0.00%	0.03%	2.67%	6.65%	8.28%
22	Long-term Debt Ratio	Line 12 / Line 18	44.07%	44.95%	43.13%	41.48%	38.11%
23	Preferred Stock Ratio	Line 13 / Line 18	0.00%	0.00%	0.00%	0.00%	0.00%
24	Common Equity Ratio	Line 17 / Line 18	55.93%	55.01%	54.20%	51.87%	53.62%
25	<u>Capital Structure Ratios - Excluding AOCI</u>						
26	Short-term Debt Ratio	Line 11 / Line 19	0.00%	0.03%	2.65%	6.54%	8.27%
27	Long-term Debt Ratio	Line 12 / Line 19	44.01%	44.10%	42.87%	40.77%	38.09%
28	Preferred Stock Ratio	Line 13 / Line 19	0.00%	0.00%	0.00%	0.00%	0.00%
29	Common Equity Ratio	Line 15 / Line 19	55.99%	55.87%	54.47%	52.70%	53.64%
30	<u>Capital Structure Ratios - Excluding Short Term Debt and AOCI</u>						
31	Long-term Debt Ratio	Line 12 / (Line 19 - Line 11)	44.01%	44.12%	44.04%	43.62%	41.53%
32	Preferred Stock Ratio	Line 13 / (Line 19 - Line 11)	0.00%	0.00%	0.00%	0.00%	0.00%
33	Common Equity Ratio	Line 15 / (Line 19 - Line 11)	55.99%	55.88%	55.96%	56.38%	58.47%

- Notes: (1) Excludes adjustable rate bonds that are classified as short-term debt for SEC reporting purposes.
(2) Includes long-term debt due within one year, adjustable rate bonds classified as short-term for SEC reporting purposes and unamortized discount on long-term debt.
(3) Prior to 2004, Accumulated Other Comprehensive Income activity was recorded in account 211.

The Peoples Gas Light and Coke Company

Comparative Financial Data
(000s) except per share data

Line No.	Description	Historical Source	Test Year Ended 9/30/2006 [C]	Historical Year Ended September 30,			
				2005 [D]	2004 [E]	2003 [F]	2002 [G]
	[A]	[B]					
34	<u>Cost of Capital</u>						
35	Embedded Cost of Long-term Debt	Sch. D-3, State Reg. Quarterly Filings	4.68%	4.37%	4.36%	5.19%	6.61%
36	Embedded Cost of Preferred Stock	N/A	-	-	-	-	-
37	<u>Earnings Ratios</u>						
38	Operating Income	FERC - Income Statement	\$ (10,412)	\$ 70,372	\$ 64,889	\$ 99,521	\$ 96,875
39	Earnings Available for Common Equity (EACE)	Line 2 - Line 57	\$ (35,611)	\$ 49,309	\$ 45,265	\$ 79,582	\$ 77,301
40	Net Original Cost Rate Base	Sch. B-1, State Reg. Quarterly Filings	\$ 1,308,007	\$ 1,120,530	\$ 1,092,309	\$ 1,073,036	\$ 1,059,639
41	AFUDC as a percentage of EACE	Line 5 / Line 35	0.00%	0.00%	0.00%	0.00%	0.00%
42	Return on Net Original Cost Rate Base	Line 34 / Line 36	-0.80%	6.28%	5.94%	9.27%	9.14%
43	Return on Average Common Equity Including AOCI	Line 35 / 2-Yr. Avg. Line 17	-5.70%	7.94%	7.21%	12.61%	12.30%
44	Return on Average Common Equity Excluding AOCI	Line 35 / 2-Yr. Avg. Line 15	-5.60%	7.76%	7.05%	12.40%	12.27%
45	<u>Fixed Charge Coverage</u>						
46	Pre-Tax Interest Coverage:						
47	Total Operating Income	FERC - Income Statement	\$ (10,412)	\$ 70,372	\$ 64,889	\$ 99,521	\$ 96,875
48	Income From Gas Plant Leased to Others	FERC - Income Statement [412, 413]	253	258	271	287	120
49	Other Income and Deductions, net	FERC - Income Statement [408.2 - 426.5]	1,591	2,509	1,231	2,256	4,229
50	Federal and State Income Taxes	FERC - Income Statement [409.1 - 411.4]	(25,960)	26,227	24,783	46,515	47,754
51	AFUDC Equity Funds Portion	N/A	-	-	-	-	-
52	Pre-tax Income Before Interest Charges	Line 43 + 44 + 45 + 46 - 47	\$ (34,528)	\$ 99,366	\$ 91,174	\$ 148,579	\$ 148,978
53	Total Interest Charges	FERC - Income Statement [427 - 431]	\$ 27,043	\$ 23,830	\$ 21,126	\$ 22,482	\$ 23,922
54	Pre-tax Interest Coverage	Line 48 / Line 49	(1.3)	4.2	4.3	6.6	6.2
55	After-tax Fixed Charge Coverage:						
56	Total Operating Income	FERC - Income Statement	\$ (10,412)	\$ 70,372	\$ 64,889	\$ 99,521	\$ 96,875
57	Income From Gas Plant Leased to Others	FERC - Income Statement [412, 413]	253	258	271	287	120
58	Other Income and Deductions, net	FERC - Income Statement [408.2 - 426.5]	1,591	2,509	1,231	2,256	4,229
59	Income Before Interest Charges	Line 52 + 53 + 54	\$ (8,568)	\$ 73,139	\$ 66,391	\$ 102,064	\$ 101,224
60	Total Interest Charges	FERC - Income Statement [427 - 431]	\$ 27,043	\$ 23,830	\$ 21,126	\$ 22,482	\$ 23,922
61	Preferred Dividends	N/A	-	-	-	-	-
62	After-tax Fixed Charge Coverage	Line 55 / (Line 56 + 57)	(0.3)	3.1	3.1	4.5	4.2
63	<u>Cash Flow Ratios</u>						
64	Funds from Operations	Line 9	\$ (21,416)	\$ 119,871	\$ 106,847	\$ 156,308	\$ 171,714
65	Cash Interest Paid	SEC Annual Report - Cash Flow	23,797	22,391	19,572	19,897	22,987
66	Funds from Operation plus Cash Interest Paid	Line 60 + 61	\$ 2,381	\$ 142,262	\$ 126,419	\$ 176,205	\$ 194,701
67	Total Interest Incurred	Line 49	\$ 27,043	\$ 23,830	\$ 21,126	\$ 22,482	\$ 23,922
68	Funds Flow Interest Coverage	Line 62 / Line 63	0.1	6.0	6.0	7.8	8.1

The Peoples Gas Light and Coke Company

Comparative Financial Data
(000s) except per share data

Line No.	Description	Historical Source	Test Year Ended 9/30/2006 [C]	Historical Year Ended September 30,			
				2005 [D]	2004 [E]	2003 [F]	2002 [G]
69	Average Short-term Debt (1)	12 Month Average [231, 233]	\$ 35,062	\$ 31,490	\$ 42,630	\$ 65,036	\$ 93,445
70	Average Long-term Debt (2)	12 Month Average [221, 226]	\$ 501,153	\$ 501,075	\$ 510,206	\$ 499,290	\$ 451,949
71	Funds Flow as % of Average Total Debt	Line 60 / (Line 65 + 66)	-3.99%	22.51%	19.33%	27.70%	31.48%
72	Common Dividends	SEC Annual Report - Cash Flow	\$ 15,400	\$ 51,300	\$ 56,200	\$ 80,337	\$ 52,862
73	Preferred Dividends	N/A	-	-	-	-	-
74	Cash Coverage of Common Dividends	(Line 60 - 69) / Line 68	(1.4)	2.3	1.9	1.9	3.2
75	Gross Construction Expenditures	SEC Annual Report - Cash Flow	\$ 92,202	\$ 73,021	\$ 67,750	\$ 73,007	\$ 81,343
76	Net Cash Flow as % of Construction Expenditures	(Line 60 - 68 - 69) / (Line 71 - 5)	-40%	94%	75%	104%	146%
77	<u>Common Stock Related Data</u>						
78	Shares Outstanding - Fiscal Year End	SEC Annual Report	25,357,566	24,817,566	24,817,566	24,817,566	24,817,566
79	Shares Outstanding - Monthly Weighted Average	SEC Annual Report	24,952,566	24,817,566	24,817,566	24,817,566	24,817,566
80	Earnings Per Share - Weighted Average	(Line 35 * 1,000) / Line 75	(\$1.43)	\$1.99	\$1.82	\$3.21	\$ 3.11
81	Dividend Paid Per Share - Weighted Average	(Line 68 * 1,000) / Line 75	\$0.62	\$2.07	\$2.26	\$3.24	2.13
82	Dividend Payout Ratio (Declared Basis)	Line 68 / Line 35	-43%	104%	124%	101%	68%

Notes: (1) Excludes adjustable rate bonds that are classified as short-term debt for SEC reporting purposes.
(2) Includes long-term debt due within one year, adjustable rate bonds classified as short-term for SEC reporting purposes and unamortized discount on long-term debt.

The Peoples Gas Light and Coke Company

Comparative Financial Data
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Line	Description [A]	Source [B]	Test Year Ended 9/30/2006 [C]	Historical Year Ended September 30,			
				2005 [D]	2004 [E]	2003 [F]	2002 [G]
<u>Amounts Attributable to Non-Utility Subsidiaries</u>							
<u>Funds from Operations</u>							
1	Net Income	FERC - Income Statement [418.10]	\$ 18	\$ (733)	\$ 143	\$ 344	\$ 51
2	Depreciation and Amortization	N/A	-	-	-	-	-
3	Deferred Income Tax and Investment Tax Credits - Net	SEC Annual Report - Cash Flow	-	808	-	-	-
4	AFUDC	N/A	-	-	-	-	-
5	Other Internal Sources:						
6	Pension Funding (Greater) Less Than Expense	N/A	-	-	-	-	-
7	Other Adjustments	SEC Annual Report - Cash Flow	(18)	192	69	16	69
8	Total Funds from Operations	Line 2 + 3 + 4 + 5 + 7 + 8	\$ -	\$ 267	\$ 212	\$ 360	\$ 120
9							
<u>Capital Structure</u>							
10	Short-term Debt	N/A	\$ -	\$ -	\$ -	\$ -	\$ -
11	Long-term Debt	N/A	-	-	-	-	-
12	Preferred Stock	N/A	-	-	-	-	-
13	Common Equity:						
14	Common Equity Excluding AOCI	N/A	5,329	6,360	7,093	6,950	6,606
15	Accumulated Other Comprehensive Income	N/A	-	-	-	-	-
16	Common Equity Including AOCI	FERC - Balance Sheet [123.10]	\$ 5,329	\$ 6,360	\$ 7,093	\$ 6,950	\$ 6,606
17							
18	Total Capital Including AOCI	Line 11 + 12 + 13 + 17	\$ 5,329	\$ 6,360	\$ 7,093	\$ 6,950	\$ 6,606
19	Total Capital Excluding AOCI	Line 11 + 12 + 13 + 15	\$ 5,329	\$ 6,360	\$ 7,093	\$ 6,950	\$ 6,606
20							
<u>Earnings Ratios</u>							
21	Operating Income	N/A	-	-	-	-	-
22	Earnings Available for Common Equity (EACE)	Line 2 - Line 39	\$ 18	\$ (733)	\$ 143	\$ 344	\$ 51
23	Net Original Cost Rate Base	N/A	-	-	-	-	-
24							
<u>Fixed Charge Coverage</u>							
25	Pre-Tax Interest Coverage:						
26	Total Operating Income	N/A	\$ -	\$ -	\$ -	\$ -	\$ -
27	Income From Gas Plant Leased to Others	N/A	-	-	-	-	-
28	Other Income and Deductions, net	FERC - Income Statement [418.10]	18	(733)	143	344	51
29	Federal and State Income Taxes	N/A	-	-	-	-	-
30	AFUDC Equity Funds Portion	N/A	-	-	-	-	-
31	Pre-tax Income Before Interest Charges	Line 26 + 27 + 28 + 29 - 30	\$ 18	\$ (733)	\$ 143	\$ 344	\$ 51
32	Total Interest Charges	N/A	-	-	-	-	-

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Line	Description [A]	Source [B]	Test Year	Historical Year Ended September 30,			
			Ended 9/30/2006 [C]	2005 [D]	2004 [E]	2003 [F]	2002 [G]
33	After-tax Fixed Charge Coverage:						
34	Total Operating Income	N/A	\$ -	\$ -	\$ -	\$ -	\$ -
35	Income From Gas Plant Leased to Others	N/A	-	-	-	-	-
36	Other Income and Deductions, net_	FERC - Income Statement [418.10]	18	(733)	143	344	51
37	Income Before Interest Charges	Line 34 + 35 + 36	\$ 18	\$ (733)	\$ 143	\$ 344	\$ 51
38	Total Interest Charges	N/A	-	-	-	-	-
39	Preferred Dividends	N/A	-	-	-	-	-
40	<u>Cash Flow Ratios</u>						
41	Funds from Operations	Line 9	\$ -	\$ 267	\$ 212	\$ 360	\$ 120
42	Cash Interest Paid	N/A	-	-	-	-	-
43	Funds from Operation plus Cash Interest Paid	Line 41 + 42	\$ -	\$ 267	\$ 212	\$ 360	\$ 120
44	Total Interest Incurred	N/A	-	-	-	-	-
45	Average Short-term Debt	N/A	-	-	-	-	-
46	Average Long-term Debt	N/A	-	-	-	-	-
47	Common Dividends	N/A	-	-	-	-	-
48	Preferred Dividends	N/A	-	-	-	-	-
49	Gross Construction Expenditures	N/A	-	-	-	-	-
50	<u>Common Stock Related Data</u>						
51	Shares Outstanding - Fiscal Year End	N/A	-	-	-	-	-
52	Shares Outstanding - Monthly Weighted Average	N/A	-	-	-	-	-

The Peoples Gas Light and Coke CompanySecurity Quality Rating Changes

Line No.	Debt [A]	Moody's		Standard & Poors		Fitch (1)	
		Rating [B]	Date Assigned [C]	Rating [D]	Date Assigned [E]	Rating [F]	Date Assigned [G]
1	Senior Secured Debt	A1	04/21/06	A-	No change in	A+	05/05/06
2	(First Mortgage Bonds)				last 5 years.	AA-	07/29/03
3	Short-Term Debt	P-1	No change in	A-2	No change in	F1	07/29/03
4	(Commercial Paper)		last 5 years.		last 5 years.		

Note: (1) The Fitch rating relationship was not renewed past the October 8, 2006 expiration date.