Summary Comparable Companies' Capital Structure:

Comparable Companies Group - Atmos Excluded: Consolidated Capitalization						
RATIOS -Capital Structure Components As Of:	FY 2005	FY 2004	FY 2003	3 Yr Average	Cost	Weighted Cost
Short-Term Debt: Notes Due	10.4%	11.0%	16.3%	12.6%	5.09%	0.6%
Short-Term Debt: Current Portion of Long-Term Debt	1.5%	1.2%	0.5%	1.1%	5.52%	0.1%
Long-Term Debt	41.8%	42.7%	40.0%	41.5%	5.52%	2.3%
Common Equity	46.2%	44.8%	41.9%	44.3%	8.00%	3.5%
Preferred	0.2%	0.3%	1.3%	0.6%	5.52%	0.0%
Total				100.0%		6.6%

Atmos Is Not Bound By Its Forecasts:
And Has No Duty
To Update Forecasts Or Revise Them

Docket 05_00258___
Exhibit CAPD-SB___
Direct Testimony___
Schedule 2 _______
Page 1 of 1_______

Forward Looking Statements

ATMOS energy

The matters discussed or incorporated by reference in this presentation may contain "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 or Section 21E of the Securities Exchange Act of 1934. All statements other than statements of historical fact included in this presentation are forward-looking statements made in good faith by the Company and are intended to qualify for the safe harbor from liability established by the Private Securities Litigation Reform Act of 1995. When used in this presentation or in any of the Company's other documents or oral presentations, the words "anticipate," "believes," "estimate," "expect," "forecast," "goal," "intends," "objective," "plans" "projection," "seek," "strategy" or similar words are intended to identify forward-looking statements. Such forward-looking statements are subject to risks and uncertainties that could cause actual results to differ materially from those discussed in this presentation, including the successful integration of the Company's acquisition of the operations of TXU Gas, the Company's ability to continue to access the capital markets and the other factors discussed in the Company's SEC filings. These factors include the risks and uncertainties discussed in the Company's Form 10-K for the fiscal year ended September 30, 2004 and Form 10-Q for the quarter ended March 31, 2005. Although the Company believes these forward-looking statements to be reasonable, there can be no assurance that they will approximate actual experience or that the expectations derived from them will be realized. The Company undertakes no obligation to update or revise forward-looking statements, whether as a result of new information, future events or otherwise.

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	AGL Resources: Consolidated Capitalization			
(In Millions of $)				
Capital Structure Components As Of:	2005: Dec 31	2004: Dec 31	2003: Dec 31	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	522	334	306	387
Short-Term Debt: Current Portion of Long-Term Debt	0	0	77	26
Long-Term Debt	1615	1,623	731	1,323
Common Equity	1499	1,385	945	1,276
Trust Preferred Securities	0	0	225	75
Total	3,636	3,342	2,285	3,088
RATIOS:				
Short-Term Debt: Notes Due	14.4%	10.0%	13.4%	12.5%
Short-Term Debt: Current Portion of Long-Term Debt	0.0%	0.0%	3.4%	0.8%
Long-Term Debt	44.4%	48.6%	32.0%	42.8%
Common Equity	41.2%	41.4%	41.4%	41.3%
Trust Preferred Securities	0.0%	0.0%	9.9%	2.4%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	Peoples Energy Corporation : Consolidated Capitalization			
(In Thousands of $)				
Capital Structure Components As Of:	2005: Sep 30	2004: Sep 30	2003: Sep 30	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	8148	55,625	207,949	90,574
Short-Term Debt: Current Portion of Long-Term Debt	0	0	0	0
Long-Term Debt	895583	897,377	744,345	845,768
Common Equity	800154	870,083	847,999	839,412
Preferred	0	0	0	0
Total	1,703,885	1,823,085	1,800,293	1,775,754
RATIOS:				
Short-Term Debt: Notes Due	0.5%	3.1%	11.6%	5.1%
Short-Term Debt: Current Portion of Long-Term Debt	0.0%	0.0%	0.0%	0.0%
Long-Term Debt	52.6%	49.2%	41.3%	47.6%
Common Equity	47.0%	47.7%	47.1%	47.3%
Preferred	0.0%	0.0%	0.0%	0.0%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	NICOR : Consolidated Capitalization			
(In Millions of $)				
Capital Structure Components As Of:	2005: Dec 31	2004: Dec 31	2003: Dec 31	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	586	490	575	550
Short-Term Debt: Current Portion of Long-Term Debt	0	0	0	0
Long-Term Debt	486	495	497	493
Common Equity	811.3	749	755	772
Preferred	0.6	2	2	1
Total	1,884	1,736	1,828	1,816
RATIOS:				
Short-Term Debt: Notes Due	31.1%	28.2%	31.4%	30.3%
Short-Term Debt: Current Portion of Long-Term Debt	0.0%	0.0%	0.0%	0.0%
Long-Term Debt	25.8%	28.5%	27.2%	27.1%
Common Equity	43.1%	43.2%	41.3%	42.5%
Preferred	0.0%	0.1%	0.1%	0.1%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	New Jersey Resources : Consolidated Capitalization			
(In Millions of $)				
Capital Structure Components As Of:	2005: Sep 30	2004: Sep 30	2003: Sep 30	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	174	260	185	206
Short-Term Debt: Current Portion of Long-Term Debt	3	28	3	11
Long-Term Debt	317	316	258	297
Common Equity	438	468	419	442
Preferred	0	0	0	0
Total	933	1,071	865	956
RATIOS:				
Short-Term Debt: Notes Due	18.7%	24.2%	21.4%	21.6%
Short-Term Debt: Current Portion of Long-Term Debt	0.3%	2.6%	0.3%	1.2%
Long-Term Debt	34.0%	29.5%	29.8%	31.1%
Common Equity	47.0%	43.7%	48.5%	46.2%
Preferred	0.0%	0.0%	0.0%	0.0%
Total	100.0%	100.0%	100.0%	100.0%

CAPD filing of Sept. 15, 2005 displayed 3. Correct amount is 28.

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	Northwest Natural Gas : Consolidated Capitalization			
(In Thousands of $)				
Capital Structure Components As Of:	2005: Dec 31	2004: Dec 31	2003: Dec 31	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	126700	102,500	85,200	104,800
Short-Term Debt: Current Portion of Long-Term Debt	8000	15,000	0	7,667
Long-Term Debt	521500	484,027	500,319	501,949
Common Equity	586,931	568,517	506,316	553,921
Preferred	0	0	0	0
Total	1,243,131	1,170,044	1,091,835	1,168,337
RATIOS:				
Short-Term Debt: Notes Due	10.2%	8.8%	7.8%	9.0%
Short-Term Debt: Current Portion of Long-Term Debt	0.6%	1.3%	0.0%	0.7%
Long-Term Debt	42.0%	41.4%	45.8%	43.0%
Common Equity	47.2%	48.6%	46.4%	47.4%
Preferred	0.0%	0.0%	0.0%	0.0%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	WGL Holdings : Consolidated Capitalization			
(In Thousands of $)				
Capital Structure Components As Of:	2005: Sep 30	2004: Sep 30	2003: Sep 30	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	40,876	95,634	166,662	101,057
Short-Term Debt: Current Portion of Long-Term Debt	50,122	60,639	12,180	40,980
Long-Term Debt	584,150	590164	636,650	603,655
Common Equity	893,992	853424	818,218	855,211
Preferred	28,173	28173	28,173	28,173
Total	1,597,313	1,628,034	1,661,883	1,629,077
RATIOS:				
Short-Term Debt: Notes Due	2.6%	5.9%	10.0%	6.2%
Short-Term Debt: Current Portion of Long-Term Debt	3.1%	3.7%	0.7%	2.5%
Long-Term Debt	36.6%	36.3%	38.3%	37.1%
Common Equity	56.0%	52.4%	49.2%	52.5%
Preferred	1.8%	1.7%	1.7%	1.7%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	KeySpan Corp : Consolidated Capitalization			
(In Thousands of $)				
Capital Structure Components As Of:	2005: Dec 31	2004: Dec 31	2003: Dec 31	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	657,600	912,246	481,900	683,915
Short-Term Debt: Current Portion of Long-Term Debt	13,000	16,103	1,471	10,191
Long-Term Debt	3,920,800	4,418,729	5,611,432	4,650,320
Common Equity	4,464,100	3,894,710	3,670,656	4,009,822
Preferred	0	75,000	83,568	52,856
Total	9,055,500	9,316,788	9,849,027	9,407,105
RATIOS:				
Short-Term Debt: Notes Due	7.3%	9.8%	4.9%	7.3%
Short-Term Debt: Current Portion of Long-Term Debt	0.1%	0.2%	0.0%	0.1%
Long-Term Debt	43.3%	47.4%	57.0%	49.4%
Common Equity	49.3%	41.8%	37.3%	42.6%
Preferred	0.0%	0.8%	0.8%	0.6%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	Piedmont: Consolidated Capitalization			
(In Thousands of $)				
Capital Structure Components As Of:	2005: Oct 31	2004: Oct 31	2003: Oct 31	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	158,500	109,500	555,059	274,353
Short-Term Debt: Current Portion of Long-Term Debt	35,000	0	2,000	12,333
Long-Term Debt	625,000	660,000	460,000	581,667
Common Equity	884,192	854,898	630,195	789,762
Preferred	0	0	0	0
Total	1,702,692	1,624,398	1,647,254	1,658,115
RATIOS:				
Short-Term Debt: Notes Due	9.3%	6.7%	33.7%	16.5%
Short-Term Debt: Current Portion of Long-Term Debt	2.1%	0.0%	0.1%	0.7%
Long-Term Debt	36.7%	40.6%	27.9%	35.1%
Common Equity	51.9%	52.6%	38.3%	47.6%
Preferred	0.0%	0.0%	0.0%	0.0%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

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Exhibit CAPD-SB___
Direct Testimony___
Schedule 3 _______

	LaClede Group: Consolidated Capitalization			
(In Thousands of $)				
Capital Structure Components As Of:	2005: Sep 30	2004: Sep 30	2003: Sep 30	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	70,605	71,380	218,200	120,062
Short-Term Debt: Current Portion of Long-Term Debt	40,061	25,145	0	21,735
Long-Term Debt	340,433	380,336	306,025	342,265
Common Equity	366,525	355,915	299,072	340,504
Preferred	948	1,108	1,258	1,105
Total	818,572	833,884	824,555	825,670
RATIOS:				
Short-Term Debt: Notes Due	8.6%	8.6%	26.5%	14.5%
Short-Term Debt: Current Portion of Long-Term Debt	4.9%	3.0%	0.0%	2.6%
Long-Term Debt	41.6%	45.6%	37.1%	41.5%
Common Equity	44.8%	42.7%	36.3%	41.2%
Preferred	0.1%	0.1%	0.2%	0.1%
Total	100.0%	100.0%	100.0%	100.0%

Comparable Companies' Capital Structure: As Stated In Audited SEC 10-K Reports

	Southwest Gas: Consolidated Capitalization			
(In Thousands of $)			CAPD filing of Sept. 15, 2005 displayed 10,000. Correct amount is 100,000.	
Capital Structure Components As Of:	2005: Dec 31	2004: Dec 31	2003: Dec 31	3_Yr Av. Cap Structure
Short-Term Debt: Notes Due	24,000	100,000	52,000	58,667
Short-Term Debt: Current Portion of Long-Term Debt	83,215	29,821	6,435	39,824
Long-Term Debt	1,324,898	1,262,936	1,221,164	1,269,666
Common Equity	751,135	705,676	630,467	695,759
Preferred	0	0	0	0
Total	2,183,248	2,098,433	1,910,066	2,063,916
RATIOS:				
Short-Term Debt: Notes Due	1.1%	4.8%	2.7%	2.8%
Short-Term Debt: Current Portion of Long-Term Debt	3.8%	1.4%	0.3%	1.9%
Long-Term Debt	60.7%	60.2%	63.9%	61.5%
Common Equity	34.4%	33.6%	33.0%	33.7%
Preferred	0.0%	0.0%	0.0%	0.0%
Total	100.0%	100.0%	100.0%	100.0%

Short Term Debt Cost: Current

	SHORT-TERM NEGOTIABLE PROMISSARY NOTES ISSUED BY COMPANIES AND SOLD TO INVESTORS. HTTP://WWW.BOG.FRB.FED.US/RELEASES/CP/ABOUT.HTM					
	Released By Federal Reserve Board on 07/05/2006					
	Rate of interest in money and capital markets - per annum rates					
	Federal Reserve System					
	Short-term or money market					
	Private securities					
	Commercial Paper			Financial Paper		
	FRB Series NFCPM1	FRB Series NFCPM2	FRB Series NFCPM3	FRB Series FCPM1	FRB Series FCPM2	FRB Series FCPM3
Maturity	30 Days	60 Days	90 Days	30 Days	60 Days	90 Days
Year / Month						
2005/01	2.33	2.40	2.53	2.37	2.46	2.56
2005/02	2.49	2.56	ND	2.52	2.61	2.71
2005/03	2.67	2.74	2.82	2.71	2.81	2.91
2005/04	2.84	2.92	2.97	2.87	2.96	3.02
2005/05	2.97	3.04	3.09	3.00	3.08	3.15
2005/06	3.11	3.18	3.27	3.15	3.22	3.30
2005/07	3.27	3.36	3.47	3.31	3.41	3.49
2005/08	3.47	3.53	3.64	3.50	3.60	3.69
2005/09	3.64	3.67	3.72	3.69	3.74	3.79
2005/10	3.84	3.90	4.01	3.88	3.96	4.05
2005/11	4.01	4.07	4.23	4.04	4.16	4.23
2005/12	4.23	4.23	ND	4.25	4.32	4.37
2006/01	4.36	4.37	ND	4.37	4.43	4.48
2006/02	4.47	4.50	4.55	4.50	4.57	4.63
2006/03	4.61	4.65	4.76	4.66	4.73	4.79
2006/04	4.80	4.81	4.87	4.81	4.90	4.94
2006/05	4.95	4.94	5.01	4.99	5.02	5.05
2006/06	5.12	5.13	5.29	5.16	5.21	5.25
Average All Series: May - June 06	5.09					

**Long Term Debt Cost@Sept. 30, 2005 - 5.52%:
TN's Consumers Now Pay As If The Cost
Is 9.67%, Set In 1995**

Atmos Long Term Debt At Sep 30, 2005 - Source: SEC 10K For FY 2005, Pg 83

Type	Interest Rate	Loan Balance - Millions	Loan Bal/Total OutStanding	Weighted Int. Rate	YEAR DUE
Fixed Rate	4.00%	400	21.25%	0.850%	2009
Fixed Rate	4.95%	500	26.56%	1.315%	2014
Fixed Rate	5.13%	250	13.28%	0.681%	2013
Fixed Rate	5.95%	200	10.63%	0.632%	2034
Fixed Rate	6.27%	10	0.53%	0.033%	2010
Fixed Rate	6.67%	10	0.53%	0.035%	2025
Fixed Rate	6.75%	150	7.97%	0.538%	2028
Fixed Rate	7.38%	350	18.59%	1.371%	2011
Fixed Rate	10.00%	2.303	0.12%	0.012%	2011
Fixed Rate	10.43%	10	0.53%	0.055%	2013
Total Of Fixed Rate Notes		1882.303	100.00%	5.523%	…
Floating Rate	5.523%	300			2007
Other	5.523%	7.839			2013
Total LTD		2190.142			

LTD Weighted Cost

ATMOS ENERGY CORPORATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS — (Continued)

6. **Debt**

Long-term debt

Long-term debt at September 30, 2005 and 2004 consisted of the following:

	2005	2004
	(In thousands)	
Unsecured floating rate Senior Notes, due 2007	$ 300,000	$ —
Unsecured 4.00% Senior Notes, due 2009	400,000	—
Unsecured 7.375% Senior Notes, due 2011	350,000	350,000
Unsecured 10% Notes, due 2011	2,303	2,303
Unsecured 5.125% Senior Notes, due 2013	250,000	250,000
Unsecured 4.95% Senior Notes, due 2014	500,000	—
Unsecured 5.95% Senior Notes, due 2034	200,000	—
Medium term notes		
Series A, 1995-2, 6.27%, due 2010	10,000	10,000
Series A, 1995-1, 6.67%, due 2025	10,000	10,000
Unsecured 6.75% Debentures, due 2028	150,000	150,000
First Mortgage Bonds		
Series J, 9.40% due 2021	—	17,000
Series P, 10.43% due 2013	10,000	11,250
Series Q, 9.75% due 2020	—	16,000
Series T, 9.32% due 2021	—	18,000
Series U, 8.77% due 2022	—	20,000
Series V, 7.50% due 2007	—	4,167
Rental property, propane and other term notes due in installments through 2013	7,839	9,830
Total long-term debt	2,190,142	868,550
Less:		
Original issue discount on unsecured senior notes and debentures	(3,774)	(1,331)
Current maturities	(3,264)	(5,908)
	$ 2,183,104	$ 861,311

Return To The Common Stock Holder: Range Of Dividend Yield And Dividend Growth Suggest A Return of 8.0%.

Calculation Of The Return To The Common Stock Holder

Company	Fiscal Year - Dividends Per Share of Common Stock: $					Dividend Payout Ratio - In Percent				
	2001	2002	2003	2004	2005	2001	2002	2003	2004	2005
AGL Resources	1.0800	1.0800	1.1100	1.1500	1.3000	66.67%	74.18%	55.22%	50.44%	52.42%
KeySpan	1.7800	1.7800	1.7800	1.7800	1.8200	112.66%	67.68%	74.48%	62.68%	80.18%
LaClede Group	1.3400	1.3400	1.3400	1.3550	1.3750	83.23%	113.56%	73.63%	74.45%	72.37%
New Jersey Resources	1.1700	1.2000	1.2400	1.3000	1.3600	60.15%	57.42%	52.10%	50.98%	50.18%
NICOR	1.7600	1.8400	1.8600	1.8600	1.8600	65.43%	63.89%	78.15%	109.41%	60.59%
Northwest Natural Gas Company	1.2450	1.2600	1.2700	1.3000	1.3200	66.22%	77.78%	72.16%	69.89%	62.56%
Peoples Energy Corporation	2.0300	2.0700	2.1100	2.1500	2.1750	74.09%	82.47%	73.52%	98.62%	106.10%
Piedmont	0.7600	0.7925	0.8225	0.8525	0.9050	75.25%	83.92%	148.29%	67.17%	68.56%
Southwest Gas Corporation	0.8200	0.8200	0.8200	0.8200	0.8200	71.30%	62.12%	72.57%	51.25%	71.93%
WGL Holdings	1.2550	1.2675	1.2775	1.2950	1.3225	71.43%	158.13%	55.43%	65.15%	62.32%
Atmos Energy Corporation	1.1600	1.1800	1.2000	1.2200	1.2400	78.91%	81.38%	77.92%	77.22%	72.09%

Company	Fiscal Year: Growth Of Dividends From Prior Year					Is There A Trend? -- Direction	Dividend Growth By Company		Dividend Yield:	Range Of Suggested DCF Equity Returns To The Stock Holder
	2001	2002	2003	2004	2005	-	Average	Median	On 2006, May 17	Dividend Yield + Div. Growth
AGL Resources	-	0.00%	2.78%	3.60%	13.04%	Yes - Up	4.86%	3.19%	4.07%	Highest 8.93%
KeySpan	-	0.00%	0.00%	0.00%	2.25%	Yes - Up	0.56%	0.00%	4.62%	5.18%
LaClede Group	-	0.00%	0.00%	1.12%	1.48%	Yes - Up	0.65%	0.56%	4.29%	4.94%
New Jersey Resources	-	2.56%	3.33%	4.84%	4.62%	Yes - Up	3.84%	3.97%	3.18%	7.15%
NICOR	-	4.55%	1.09%	0.00%	0.00%	Yes- Down	1.41%	0.54%	4.66%	6.07%
Northwest Natural Gas Company	-	1.20%	0.79%	2.36%	1.54%	Yes- Down	1.47%	1.37%	3.97%	5.44%
Peoples Energy Corporation	-	1.97%	1.93%	1.90%	1.16%	Yes- Down	1.74%	1.91%	6.05%	7.96%
Piedmont	-	4.28%	3.79%	3.65%	6.16%	Yes - Up	4.47%	4.03%	3.94%	8.41%
Southwest Gas Corporation	-	0.00%	0.00%	0.00%	0.00%	None	0.00%	0.00%	2.98%	Lowest 2.98%
WGL Holdings	-	1.00%	0.79%	1.37%	2.12%	Yes - Up	1.32%	1.18%	4.78%	6.10%
Comparables: Average In Year	-	1.56%	1.45%	1.88%	3.24%	....			4.25%	
Comparables: Median In Year	-	1.10%	0.94%	1.63%	1.83%	....			4.18%	

Comparable Companies
Financial Behavior Driven By Concerns For Dividends - Not Capital Gains

Company	References To Dividends In Most Recent Filing Of SEC 10K
AGL Resources	"Business Accomplishments in 2005: In 2005, we increased net income 26% over the prior year to $193 million and increased fully diluted earnings per share 9% to $2.48 despite increased average outstanding debt of $549 million and 11 million additional shares outstanding in 2005 due to our public stock offering in November 2004, both of which were related to acquisitions in the fourth quarter of 2004. Our Board of Directors raised our annual dividend 19% in November 2005, to an annual rate of $1.48 per share. The increase marked the fourth time in three years our Board has raised the dividend, bringing our payout ratio more in line with other publicly traded energy holding companies and local distribution companies and ensuring a competitive dividend yield relative to alternative investments."
AGL Resources	"2006 Goals: Our fundamental business goals do not significantly change from one year to the next. However, we continue to refine our goals, taking into consideration our prior financial and operational performance and those external factors impacting not only us and the natural gas industry, but also the global marketplace. We are focused on delivering earnings and income growth by effectively managing our gas distribution operations; selectively growing our gas distribution businesses through acquisitions; and developing our portfolio of closely related unregulated businesses. "
KeySpan	"KeySpan increased its dividend to an annual rate of $1.86 per common share beginning with the quarterly dividend to be paid in February 2006. Our dividend framework is reviewed annually by the Board of Directors. The amount and timing of all dividend payments is subject to the discretion of the Board of Directors and will depend upon business conditions, results of operations, financial conditions and other factors. Based on currently foreseeable market conditions, we intend to maintain the annual dividend at the $1.86 level to be paid on a quarterly basis at a rate of $0.465."
LaClede Group	"Substantially all of the utility plant of Laclede Gas is subject to the liens of its mortgage. Its mortgage contains provisions that restrict retained earnings from declaration or payment of cash dividends. As of September 30, 2005 and 2004, all of the retained earnings of Laclede Gas were free from such restrictions."
New Jersey Resources	"4. LONG-TERM DEBT, DIVIDENDS AND RETAINED EARNINGS RESTRICTIONSN: NJNG's mortgage secures its First Mortgage Bonds and represents a lien on substantially all of its property, including natural gas supply contracts. Certain indentures supplemental to the mortgage include restrictions as to cash dividends and other distributions on NJNG's common stock that apply as long as certain series of First Mortgage Bonds are outstanding."
NICOR	"The company believes it has access to adequate resources to meet its needs for capital expenditures, debt redemptions, dividend payments and working capital."
Northwest Natural Gas	"NW Natural has paid quarterly dividends on its common stock in each year since the stock first was issued to the public in 1951. Annual common dividend payments have increased each year since 1956."
Peoples Energy Corpor	"Peoples Energy is a holding company and its assets consist primarily of investments in its subsidiaries; covenants in certain of the Company's financial instruments may limit its ability to pay dividends, thereby adversely impacting the valuation of the Company's common stock and access to capital."
Piedmont	"We expect that comparable cash dividends will continue to be paid in the future."
Southwest Gas Corpor	"The Company's common stock dividend policy states that common stock dividends will be paid at a prudent level within the normal dividend payout range for its respective businesses, and that dividends will be established at a level considered sustainable in order to minimize business risk and maintain a strong capital structure throughout all economic cycles."
WGL Holdings	"The Company believes it has sufficient liquidity to satisfy its financial obligations. At September 30, 2005, the Company did not have any restrictions on its cash balances that would affect the payment of common or preferred stock dividends by WGL Holdings..."
Atmos Energy Corpora	"We have experienced over 20 consecutive years of increasing dividends and earnings growth after giving effect to our acquisitions."

Capital Gains Speculation Heavily Influences Market Values: Just 37% Of Public Companies Pay Dividends

(1) - ALL

ALL DATA - 6081 COMPANIES With A Market Value Of $ 26,863 Billion

FY	Percent Of Companies Paying Dividends	Market Value Of Companies Paying Dividends *As Percent Of All Companies' Market Value*	Median Div Yield Of Companies Paying Dividends	Meddian Div. Growth	Median Div PayOut Ratio
Current	37%	55%	2.03%	9%	34%
Prior	33%	53%		8%	35%
Year 3	30%	51%		5%	35%
Year 4	28%	48%		4%	36%
Year 5	27%	46%			38%

(2) - AMEX

AMEX - 490 Companies With A Market Value Of $239.3 Billion

FY	Percent Of AMEX Companies Paying Dividends	Market Value Of Companies Paying Dividends *As Percent Of All AMEX Companies' Market Value*	Median Div Yield Of AMEX Companies Paying Dividends	AMEX Median Div. Growth	Median Div PayOut Ratio
Current	26%	15%	2.41%	5%	41%
Prior	23%	13%		7%	44%
Year 3	21%	12%		6%	43%
Year 4	19%	11%		0%	45%
Year 5	19%	11%			48%

(3) - NNM

Nasdaq National Market (NNM) - 2428 Companies With A Market Value Of $ 3,817 Billion

FY	Percent Of NNM Companies Paying Dividends	Market Value Of Companies Paying Dividends *As Percent Of All NNM Companies' Market Value*	NNM Median Div Yield Of Companies Paying Dividends	NNM Median Div. Growth	Median Div PayOut Ratio
Current	29%	35%	1.97%	9%	34%
Prior	26%	31%		10%	35%
Year 3	23%	28%		8%	33%
Year 4	20%	17%		7%	34%
Year 5	19%	16%			36%

(4) - NSC

Nasdaq Small Cap (NSC) - 461 Companies With A Market Value Of $255 Billion

FY	Percent Of NSC Companies Paying Dividends	Market Value Of Companies Paying Dividends *As Percent Of All NSC Companies' Market Value*	Median Div Yield Of NSC Companies Paying Dividends	NSC Median Div. Growth	Median Div PayOut Ratio
Current	24%	35%	2.16%	9%	35%
Prior	21%	34%		11%	35%
Year 3	19%	33%		8%	31%
Year 4	16%	33%		10%	35%
Year 5	15%	33%			34%

(5) - NYSE

NYSE - 1980 Companies With A Market Value Of $ 21,860 Billion

FY	Percent Of NYSE Companies Paying Dividends	Market Value Of Companies Paying Dividends *As Percent Of All NYSE Companies' Market Value*	Median Div Yield Of NYSE Companies Paying Dividends	NYSE Median Div. Growth	Median Div PayOut Ratio
Current	58%	61%	1.89%	9%	32%
Prior	53%	59%		6%	32%
Year 3	49%	57%		2%	36%
Year 4	46%	56%		2%	36%
Year 5	44%	53%			39%

(6) - OTC

OTC - 722 Companies With A Market Value Of $ 691 Billion

FY	Percent Of OTC Companies Paying Dividends	Market Value Of Companies Paying Dividends *As Percent Of All OTC Companies' Market Value*	Median Div Yield Of OTC Companies Paying Dividends	OTC Median Div. Growth	Median Div PayOut Ratio
Current	21%	7%	2.46%	6%	40%
Prior	20%	7%		7%	40%
Year 3	18%	7%		7%	38%
Year 4	16%	2%		10%	37%
Year 5	16%	2%			37%

(7) - S&P 500* ——— (8) - Comparables*

S&P 500 - 490 Companies With A Market Value Of $ 12,349 Billion

FY	In S&P500, Percent Of Companies Paying Dividends	In S&P500, Market Value Of Companies Paying Dividends *As Percent Of All Companies' Market Value*	In S&P500, Median Div Yield Of Companies Paying Dividends	In S&P500, Median Div. Growth	Median Div PayOut Ratio
Current	76%	86%	1.54%	11%	28%
Prior	73%	84%		9%	27%
Year 3	70%	82%		3%	31%
Year 4	67%	78%		3%	34%
Year 5	66%	78%			37%

Comparable Companies - 10 With A Market Value Of $205 Billion

FY	Percent Of Companies Paying Dividends	Market Value Of Companies Paying Dividends *As Percent Of All Companies' Market Value*	Median Div Yield Of Companies Paying Dividends	Median Div. Growth	Median Div PayOut Ratio
Current	100%	100%	4.18%	2%	66%
Prior	100%	100%		2%	66%
Year 3	100%	100%		1%	73%
Year 4	100%	100%		1%	76%
Year 5	100%	100%			71%

*Correct Match:Minimizes Impact Of Capital Gains Speculation On ROE

SP 500:
Includes NYSE And NASDAQ While Matching The Distribution Of Market Value Across Exchanges

Distribution Of Data By Stock Exchange

Exchange Name	Number Of Companies	Market Value (Millions) - May 09, 2006	Mkt Value/Total Market Value
AMEX	490	239,288	0.9%
Nasdaq National Market	2428	3,816,976	14.2%
Nasdaq Small Cap	461	255,169	0.9%
NYSE	1980	21,860,479	81.4%
OTC	722	691,123	2.6%
Total	6081	26,863,035	100.0%

Distribution Of S&P 500 By Stock Exchange

Exchange Name	Number Of Companies	Market Value (Millions) - May 09, 2006	Mkt Value/Total Market Value
AMEX	0		
Nasdaq (Both Nasdaq Exchanges)	77	1,841,980	14.9%
NYSE	413	10,506,790	85.1%
OTC	0		
Total	490	12,348,770	100.0%

Despite Atmos's Claim Of A Soaring National Economy, The Indices Below Show Little Net Change Since 1999

S&P 500						Dow Jones Industrial Average				
		High	Low	Close				High	Low	Close
SPX	1995/12/29	615.93	612.36	615.93		DJI	1995/09/29			
SPX	1996/12/31	753.95	740.74	740.74		DJI	1996/09/30			
SPX	1997/09/30	955.17	947.28	947.28		DJI	1997/09/30	8045.7	7900.08	7945.26
SPX	1998/09/30	1049.02	1015.73	1017.06		DJI	1998/09/30	8097.51	7775.42	7842.62
SPX	1999/09/30	1288.46	1268.37	1287.53		DJI	1999/09/30	10456.32	10156.8	10336.95
SPX	2000/09/29	1458.29	1436.92	1437		DJI	2000/09/29	10923.21	10552.15	10650.92
SPX	2001/09/28	1040.91	1018.6099	1040.9		DJI	2001/09/28	8937.58	8633.75	8847.56
SPX	2002/09/30	827.37	800.2	815.28		DJI	2002/09/30	7729.54	7422.26	7591.93
SPX	2003/09/30	1006.58	990.36	995.97		DJI	2003/09/30	9393.35	9199.43	9275.06
SPX	2004/09/30	1116.31	1109.61	1114.58		DJI	2004/09/30	10155.49	9987.36	10080.27
SPX	2005/09/30	1229.57	1225.22	1228.81		DJI	2005/09/30	10625.22	10471.49	10568.7
SPX	2006/06/30	1276.3	1270.2	1270.2		DJI	2006/06/30	11288.86	11146.06	11228.02

Nasdaq Descriptions Of Certain Indices Including the NYSE And The SP500

http://dynamic.nasdaq.com/reference/IndexDescriptions.stm

ization composite | Search | 3 blocked | Check | AutoLink | AutoFill | Options

blocked. To see this pop-up or additional options click here...

Measures the performance of the large-cap value segment of the U.S. equities.

Frank Russell - Midcap Index
Measuring the performance of the 800 smallest companies i the Russell 1000 Index, which represent approximately 35% of the total market capitalization of the Russell 1000 Index. As of the latest reconstitution, the average market capitalization was approximately $3.7 billion; the median market capitalization was approximately $2.9 billion. The largest company in the index had an approximate market capitalization of $10.3 billion.

In The Past Atmos Has Relied On The NYSE Index, Which Is Heavily Influenced By Capital Gains Speculation

NYSE Composite Index
In 1966, the NYSE established the NYSE Composite Index to provide a comprehensive measure of market trends. The indexes consist of a Composite Index of all common stocks listed on the NYSE and four subgroup indexes -- Industrial, Transportation, Utility, and Finance. The indexes are basically a measure of the changes in aggregate market value of NYSE common stocks, adjusted to eliminate the effects of capitalization changes, new listings and delistings.

Philadelphia Semiconductor Index
Created in December 1993, the Philadelphia Semiconductor Index is a price-weighted index composed of 16 US semiconductor companies primarily involved in the design, distribution, manufacture, and sale of semiconductors.

S&P 500 Index
Widely regarded as the standard for measuring large-cap U.S. stock market performance, this popular index includes a representative sample of leading companies in leading industries. The S&P 500 is used by 97% of U.S. money managers and pension plan sponsors. Some $626 billion is indexed to the S&P 500.

S&P Midcap 400 Index
Measuring the performance of the mid-size company segment of the U.S. market, this index is used by over 95% of U.S. managers and pension plan sponsors. $20 billion is indexed to the S&P MidCap 400.

Nasdaq Betas:
They Rely On The SP500
And Minimize The Impact Of Capital Gains Speculation

	NASDAQ Betas
AGL Resources	0.530
KeySpan	0.410
Laclede Group	0.330
New Jersey Resources	0.050
NICOR	0.700
Northwest Natural	0.160
Peoples Gas	0.330
Piedmont	0.350
Southwest Gas	0.290
WGL Holdings	0.250
Average	0.340
Median	0.330
Atmos Energy Company	0.250

http://www.nasdaq.com/reference/glossary.stm

Average Daily Share Volume
The number of shares traded per day, averaged over a period of time, usually one year.

Average Maturity
The average time to maturity of securities held by a mutual fund. Changes in interest rates have greater impact on funds with longer average life.

Beginning Net Asset Value
The market value of a fund share on a predetermined start date.

Best Ask
The price at which someone who owns a security offers to sell it; also known as the asked price. Please note that the New York Stock Exchange and the American Stock Exchange do not provide Ask information on a delayed basis. (See also "Ask".)

Best Bid
The price a prospective buyer is prepared to pay at a particular time for trading a unit of a given security. Please note that the New York Stock Exchange and the American Stock Exchange do not provide Bid information on a delayed basis. (See also "Bid".)

Beta
A measure of the volatility of a stock relative to the overall market. A beta of less than one indicates lower risk than the market; a beta of more than one indicates higher risk than the market. NASDAQ.com uses the S&P 500 as the underlying index to measure the overall market for beta.

The Betas Prove That When The Effect Of Capital Gains Speculation Is Minimized, The Comparable Group Is A Less Risky Investment Than The Market As A Whole. This Is No Surprise.The Companies Are Monopolies Which Regularly Pass-On Most Cost-Increases To Consumers Served Within The Confines Of The Companies' State-Certificated Service Territory.

Summary Quote
Web NASDAQ.com
19-May-06
US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77
0.14% | S&P 1267.03 4.55 0.36%
Home › Quotes+ › Summary Quote
ATGAGL Resources, Inc. | ATG
Portfolio Tracking Ticker Alerts
New SEC
Filings News Price
Charts Company
Financials
May 19, 2006 Market Closed
Common StockMarket: NYSE
Last Sale$ 35.12
Change Net / %0.07 0.2%
1y Target Est:$ 40.25
Today's High / Low$ 35.44 / $ 34.80
Share Volume334,900
Previous Close$ 35.05
52 Wk High / Low$ 39.32 / $ 32.23
Shares Outstanding77,931,000
Market Value$ 2,736,936,720
P/E Ratio12.77
Forward P/E (1yr)12.98
Earnings Per Share$ 2.75
Annualized Dividend$ 1.48
Ex Dividend DateMay 17, 2006
Dividend Payment DateJun. 1, 2006
Current Yield4.24 %
Beta0.53

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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ATOAtmos Energy Corporation | ATO

Portfolio Tracking Ticker Alerts
News Price
Charts Company
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 26.30
Change Net / %0.13 0.5%
1y Target Est:$ 30.00
Today's High / Low$ 26.46 / $ 26.15
Share Volume167,000
Previous Close$ 26.17
52 Wk High / Low$ 29.97 / $ 25
Shares Outstanding81,152,000
Market Value$ 2,134,297,600
P/E Ratio14.61
Forward P/E (1yr)13.40
Earnings Per Share$ 1.80
Annualized Dividend$ 1.26
Ex Dividend DateMay 23, 2006
Dividend Payment DateN/A
Current Yield4.81 %

Beta0.25

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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GASNicor Inc. | GAS

Portfolio Tracking Ticker Alerts
News Price
Charts Company
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 40.80
Change Net / %0.63 1.57%
1y Target Est:$ 41.50
Today's High / Low$ 41.20 / $ 40.03
Share Volume500,400
Previous Close$ 40.17
52 Wk High / Low$ 43.12 / $ 37.42
Shares Outstanding44,379,000
Market Value$ 1,810,663,200
P/E Ratio13.29
Forward P/E (1yr)16.29
Earnings Per Share$ 3.07
Annualized Dividend$ 1.86
Ex Dividend DateJun. 28, 2006
Dividend Payment DateN/A
Current Yield4.66 %

Beta0.7

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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KSEKeySpan Corporation | KSE

Portfolio Tracking Ticker Alerts
New SEC
Filings News Price
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 39.71
Change Net / %0.05 0.13%
1y Target Est:$ 42.00
Today's High / Low$ 39.90 / $ 39.70
Share Volume950,500
Previous Close$ 39.76
52 Wk High / Low$ 41.52 / $ 32.66
Shares Outstanding174,960,000
Market Value$ 6,947,661,600
P/E Ratio19.28
Forward P/E (1yr)15.99
Earnings Per Share$ 2.06
Annualized Dividend$ 1.86
Ex Dividend DateApr. 10, 2006
Dividend Payment DateMay 1, 2006
Current Yield4.67 %

Beta0.41

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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LGLaclede Group, Inc. | LG

Portfolio Tracking Ticker Alerts
News Price
Charts Company
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 32.66
Change Net / %0.62 1.94%
1y Target Est:$ 36.00
Today's High / Low$ 32.74 / $ 31.70
Share Volume106,300
Previous Close$ 32.04
52 Wk High / Low$ 35.55 / $ 28.60
Shares Outstanding21,327,000
Market Value$ 696,539,820
P/E Ratio14.39
Forward P/E (1yr)15.37
Earnings Per Share$ 2.27
Annualized Dividend$ 1.42
Ex Dividend DateJun. 7, 2006
Dividend Payment DateN/A
Current Yield4.39 %

Beta0.33

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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NJRNewJersey Resources Corporation | NJR

Portfolio Tracking Ticker Alerts
News Price
Charts Company
Financials Annual
Report

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 43.91
Change Net / %0.27 0.62%
1y Target Est:$ 44.00
Today's High / Low$ 44.15 / $ 43.44
Share Volume144,200
Previous Close$ 43.64
52 Wk High / Low$ 49.34 / $ 40.68
Shares Outstanding28,027,000
Market Value$ 1,230,665,570
P/E Ratio13.81
Forward P/E (1yr)15.31
Earnings Per Share$ 3.18
Annualized Dividend$ 1.44
Ex Dividend DateMar. 13, 2006
Dividend Payment DateApr. 3, 2006
Current Yield3.27 %

Beta0.05

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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NWNNorthwest Natural Gas Company | NWN

Portfolio Tracking Ticker Alerts
News Price
Charts Company
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 34.32
Change Net / %0.35 1.03%
1y Target Est:$ 39.25
Today's High / Low$ 34.39 / $ 33.67
Share Volume175,800
Previous Close$ 33.97
52 Wk High / Low$ 39.63 / $ 32.83
Shares Outstanding27,577,000
Market Value$ 946,442,640
P/E Ratio15.89
Forward P/E (1yr)14.31
Earnings Per Share$ 2.16
Annualized Dividend$ 1.38
Ex Dividend DateApr. 26, 2006
Dividend Payment DateMay 15, 2006
Current Yield4.03 %

Beta0.16

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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PGLPeoples Energy Corporation | PGL

Portfolio Tracking Ticker Alerts
New SEC
Filings News Price
Charts Company
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 36.28
Change Net / %0.40 1.11%
1y Target Est:$ 37.75
Today's High / Low$ 36.63 / $ 35.80
Share Volume268,100
Previous Close$ 35.88
52 Wk High / Low$ 45.52 / $ 34.34
Shares Outstanding38,409,000
Market Value$ 1,393,478,520
P/E Ratio68.45
Forward P/E (1yr)13.72
Earnings Per Share$ 0.53
Annualized Dividend$ 2.18
Ex Dividend DateMar. 20, 2006
Dividend Payment DateApr. 13, 2006
Current Yield6.05 %

Beta0.33

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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PNYPiedmont Natural Gas Company, Inc. | PNY

Portfolio Tracking Ticker Alerts
News Price
Charts Company
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 23.87
Change Net / %0.12 0.51%
1y Target Est:$ 26.00
Today's High / Low$ 24 / $ 23.66
Share Volume220,800
Previous Close$ 23.75
52 Wk High / Low$ 25.80 / $ 21.26
Shares Outstanding76,338,000
Market Value$ 1,822,188,060
P/E Ratio17.95
Forward P/E (1yr)16.74
Earnings Per Share$ 1.33
Annualized Dividend$ 0.96
Ex Dividend DateMar. 22, 2006
Dividend Payment DateApr. 13, 2006
Current Yield4.06 %

Beta0.35

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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SWXSouthwest Gas Corporation | SWX

Portfolio Tracking Ticker Alerts
News Price
Charts Company
Financials

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 27.98
Change Net / %0.43 1.56%
1y Target Est:$ 30.00
Today's High / Low$ 28.10 / $ 27.37
Share Volume241,700
Previous Close$ 27.55
52 Wk High / Low$ 29.59 / $ 24.30
Shares Outstanding40,053,000
Market Value$ 1,120,682,940
P/E Ratio20.42
Forward P/E (1yr)14.61
Earnings Per Share$ 1.37
Annualized Dividend$ 0.82
Ex Dividend DateAug. 11, 2006
Dividend Payment DateN/A
Current Yield2.96 %

Beta0.29

Summary Quote

Web NASDAQ.com

19-May-06

US Market Closed NASDAQ 2193.88 13.56 0.62% | DJIA 11144.06 15.77 0.14% | S&P 1267.03 4.55 0.36%

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WGLWashington Gas Light Company | WGL

Portfolio Tracking Ticker Alerts
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Financials Annual
Report

May 19, 2006 Market Closed
Common StockMarket: NYSE

Last Sale$ 28
Change Net / %0.08 0.29%
1y Target Est:$ 29.25
Today's High / Low$ 28.29 / $ 27.69
Share Volume247,600
Previous Close$ 27.92
52 Wk High / Low$ 34.79 / $ 27.87
Shares Outstanding48,762,000
Market Value$ 1,365,336,000
P/E Ratio16.77
Forward P/E (1yr)14.97
Earnings Per Share$ 1.67
Annualized Dividend$ 1.35
Ex Dividend DateApr. 6, 2006
Dividend Payment DateMay 1, 2006
Current Yield4.84 %

Beta0.25

Risk Premium Suggested Rate Of Return

* Refer To Direct Testimony Page 16

$$*7.98\% = 5.92\% + 0.332(9.93\% - 3.72\%)$$

Company (Stock Exchange: SYMBOL)	Debt Cost (a)	Nasdaq Beta (b)	Market Risk Premium = 9.93% - 3.72% (c)	Company Risk Premium (d)=(b)X(c)	Company Equity Cost (e)=(a)+(d)
Atmos Energy Cp (NYSE:ATO)	5.52%	0.250	6.21%	1.55%	7.07%
Comparable Companies					
AGL Resources (NYSE:ATG)	5.92%	0.530	6.21%	3.29%	9.21%
KEYSPAN CORP (NYSE:KSE)	5.92%	0.410	6.21%	2.55%	8.47%
LaClede Group (NYSE:LG)	5.92%	0.330	6.21%	2.05%	7.97%
N J Resources (NYSE:NJR)	5.92%	0.050	6.21%	0.31%	6.23%
Nicor Inc (NYSE:GAS)	5.92%	0.700	6.21%	4.35%	10.27%
Northwest Natural (NYSE:NWN)	5.92%	0.160	6.21%	0.99%	6.91%
Peoples Energy (NYSE:PGL)	5.92%	0.330	6.21%	2.05%	7.97%
Piedmont Nat Gas (NYSE:PNY)	5.92%	0.350	6.21%	2.17%	8.09%
SOUTHWEST GAS (NYSE:SWX)	5.92%	0.290	6.21%	1.80%	7.72%
WGL Holdings Inc (NYSE:WGL)	5.92%	0.250	6.21%	1.55%	7.47%
** Av of Comparable Cos. (Exc. ATMOS)	5.92%	0.332	6.21%	2.06%	8.03%

Risk Premium Suggested Rate Of Return

Docket 05_00258___
Exhibit CAPD-SB___
Direct Testimony___
Schedule 15 ________
Page 1 of 1________

Description "MOODY'S YIELD ON SEASONED CORPORATE BONDS - ALL INDUSTRIES, AAA"
Series AAANA

Interest Rate	Date		
6.00	5/1/06	5.94	6/1/06
5.98	5/2/06	5.83	6/2/06
6.00	5/5/06	5.85	6/5/06
6.00	5/6/06	5.82	6/6/06
5.96	5/7/06	5.83	6/7/06
5.95	5/8/06	5.81	6/8/06
5.95	5/9/06	5.76	6/9/06
5.93	5/12/06	5.79	6/12/06
5.97	5/13/06	5.79	6/13/06
6.04	5/14/06	5.82	6/14/06
6.01	5/15/06	5.87	6/15/06
5.96	5/16/06	5.90	6/16/06
6.02	5/19/06	5.92	6/19/06
5.92	5/20/06	5.93	6/20/06
5.88	5/21/06	5.92	6/21/06
5.88	5/22/06	5.96	6/22/06
5.90	5/23/06	5.99	6/23/06
5.88	5/26/06	6.01	6/26/06
5.92	5/27/06	5.97	6/27/06
5.90	5/28/06	6.01	6/28/06
0.00	5/29/06	5.98	6/29/06
5.93	5/30/06		
5.95	5/31/06		

Average: May - June 06 5.92

MARKET WIDE RATE OF RETURN: 1925-2004
Index of Returns To S & P 500 Companies

YEAR	S & P 500 Company Total Return Index For Year	Year-To-Year Percentage Change In S & P 500 Company Total Return Index	YEAR	S & P 500 Company Total Return Index For Year	Year-To-Year Percentage Change In S & P 500 Company Total Return Index
(1)	(2)	(3)	(4)	(5)	(6)
1925	1.00		1965	53.01	12.45%
1926	1.12	11.60%	1966	47.67	-10.06%
1927	1.54	37.54%	1967	59.10	23.98%
1928	2.20	43.58%	1968	65.64	11.06%
1929	2.02	-8.44%	1969	60.06	-8.50%
1930	1.52	-24.88%	1970	62.47	4.01%
1931	0.86	-43.34%	1971	71.41	14.31%
1932	0.79	-8.15%	1972	84.96	18.98%
1933	1.21	53.87%	1973	72.50	-14.66%
1934	1.20	-1.40%	1974	53.31	-26.47%
1935	1.77	47.62%	1975	73.14	37.20%
1936	2.37	33.96%	1976	90.58	23.84%
1937	1.54	-35.02%	1977	84.08	-7.18%
1938	2.02	31.08%	1978	89.59	6.56%
1939	2.01	-0.40%	1979	106.11	18.44%
1940	1.81	-9.76%	1980	140.51	32.42%
1941	1.60	-11.59%	1981	133.62	-4.91%
1942	1.93	20.29%	1982	162.22	21.41%
1943	2.43	25.95%	1983	198.74	22.51%
1944	2.91	19.74%	1984	211.20	6.27%
1945	3.97	36.44%	1985	279.11	32.16%
1946	3.65	-8.07%	1986	330.67	18.47%
1947	3.85	5.71%	1987	347.97	5.23%
1948	4.07	5.50%	1988	406.46	16.81%
1949	4.83	18.79%	1989	534.46	31.49%
1950	6.36	31.70%	1990	517.50	-3.17%
1951	7.89	24.03%	1991	675.59	30.55%
1952	9.34	18.36%	1992	727.41	7.67%
1953	9.24	-0.99%	1993	800.08	9.99%
1954	14.11	52.62%	1994	810.54	1.31%
1955	18.56	31.56%	1995	1113.92	37.43%
1956	19.78	6.56%	1996	1370.95	23.07%
1957	17.65	-10.78%	1997	1828.37	33.37%
1958	25.30	43.36%	1998	2350.89	28.58%
1959	28.32	11.95%	1999	2845.63	21.04%
1960	28.46	0.47%	2000	2586.52	-9.11%
1961	36.11	26.89%	2001	2279.13	-11.88%
1962	32.96	-8.73%	2002	1775.34	-22.10%
1963	40.47	22.80%	2003	2284.79	28.70%
1964	47.14	16.48%	2004	2533.20	10.87%
				9.93%	12.39%
*Source: Ibbotson Associates 2005 Yearboo			ACTUAL RETURN		ARITHMETIC AVERAGE

Columns (2), (5) - From Table B-1
Columns (3), (6) - From Table A-1

RISK FREE RATE OF RETURN: 1925-2004

Index of Returns To Three-Month Treasury Bills

YEAR	T-Bill Total Return Index For Year	Year-To-Year Percentage Change In T-Bill Total Return Index	YEAR	T-Bill Total Return Index For Year	Year-To-Year Percentage Change In T-Bill Total Return Index
(1)	(2)	(3)	(4)	(5)	(6)
1925	1.00000		1965	1.82900	3.92%
1926	1.03300	3.30%	1966	1.91600	4.76%
1927	1.06500	3.10%	1967	1.99700	4.23%
1928	1.10300	3.57%	1968	2.10100	5.21%
1929	1.15500	4.71%	1969	2.23900	6.57%
1930	1.18300	2.42%	1970	2.38500	6.52%
1931	1.19600	1.10%	1971	2.49000	4.40%
1932	1.20700	0.92%	1972	2.58500	3.82%
1933	1.21100	0.33%	1973	2.76400	6.92%
1934	1.21300	0.17%	1974	2.98600	8.03%
1935	1.21500	0.16%	1975	3.15900	5.79%
1936	1.21700	0.16%	1976	3.31900	5.06%
1937	1.22100	0.33%	1977	3.48900	5.12%
1938	1.22100	0.00%	1978	3.74000	7.19%
1939	1.22100	0.00%	1979	4.12800	10.37%
1940	1.22100	0.00%	1980	4.59200	11.24%
1941	1.22200	0.08%	1981	5.26700	14.70%
1942	1.22500	0.25%	1982	5.82200	10.54%
1943	1.22900	0.33%	1983	6.33500	8.81%
1944	1.23300	0.33%	1984	6.95900	9.85%
1945	1.23700	0.32%	1985	7.49600	7.72%
1946	1.24200	0.40%	1986	7.95800	6.16%
1947	1.24800	0.48%	1987	8.39300	5.47%
1948	1.25800	0.80%	1988	8.92600	6.35%
1949	1.27200	1.11%	1989	9.67300	8.37%
1950	1.28700	1.18%	1990	10.42900	7.82%
1951	1.30600	1.48%	1991	11.01200	5.59%
1952	1.32800	1.68%	1992	11.39800	3.51%
1953	1.35200	1.81%	1993	11.72800	2.90%
1954	1.36400	0.89%	1994	12.18600	3.91%
1955	1.38500	1.54%	1995	12.86800	5.60%
1956	1.41900	2.45%	1996	13.53800	5.21%
1957	1.46400	3.17%	1997	14.25000	5.26%
1958	1.48600	1.50%	1998	14.94200	4.86%
1959	1.53000	2.96%	1999	15.64100	4.68%
1960	1.57100	2.68%	2000	16.56300	5.89%
1961	1.60400	2.10%	2001	17.19700	3.83%
1962	1.64800	2.74%	2002	17.48000	1.65%
1963	1.70000	3.16%	2003	17.65900	1.02%
1964	1.76000	3.53%	2004	17.87100	1.20%
			Actual Return	► 3.72%	3.76%
				Arithmetic "Average" Return	

*Source: Ibbotson Associates 2005 Yearbook:
Column (2) - From Table B-9
Column (3) - From Table A-14
Column (5) - From Table B-9
Column (6) - From Table A-14