

**PHI (Parent Company)**  
**BALANCE SHEETS**  
(Dollars in Millions)

	As of December 31,	
	2004	2003
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 95.5	\$ 3.5
Prepaid and other	28.3	28.2
	<u>123.8</u>	<u>101.7</u>
<b>Investments and Other Assets</b>		
Notes receivable from subsidiary companies	1,088.0	994.8
Investment in consolidated companies	4,236.9	4,089.2
Other	54.2	52.4
	<u>5,379.1</u>	<u>5,136.4</u>
<b>Property, Plant and Equipment</b>		
Property, plant, and equipment	13.7	13.7
Accumulated depreciation	(11.6)	(7.8)
Net plant in service	<u>2.1</u>	<u>5.9</u>
<b>Total Assets</b>	<u>\$ 5,505.0</u>	<u>\$ 5,244.0</u>
<b>CAPITALIZATION AND LIABILITIES</b>		
<b>Current Liabilities</b>		
Short-term debt	\$ 128.6	\$ 200.0
Accounts payable	4.2	1.8
Interest and taxes accrued	7.1	40.1
	<u>139.9</u>	<u>241.9</u>
<b>Long-term Debt</b>	<u>1,998.8</u>	<u>1,998.8</u>
<b>Capitalization</b>		
Common stock, \$.01 par value; shares authorized: 400,000,000 ; shares issued: 188,327,510 and 171,769,448, respectively	1.9	1.7
Premium on stock and other capital contributions	2,566.2	2,246.6
Accumulated other comprehensive loss	(52.0)	(22.7)
Capital stock expense	(13.5)	(3.3)
Retained earnings	863.7	781.0
Total common stockholder's equity	<u>3,366.3</u>	<u>3,003.3</u>
<b>Total Capitalization and Liabilities</b>	<u>\$ 5,505.0</u>	<u>\$ 5,244.0</u>