

**Pepco Energy Services, Inc.**  
**Balance Sheet**  
*(Dollars in Millions)*  
*(Unaudited)*

<b>ASSETS</b>	<b>As of March 31, 2005</b>
<b>Current Assets</b>	
Cash and cash equivalents	*
Inventories	*
Prepayments	*
Taxes receivable	*
Accounts receivable	*
Accounts receivable from associated companies	*
	*
<b>Investments and Other Assets</b>	
Goodwill	*
Other investments	*
	*
<b>Property, Plant, and Equipment</b>	
Property, plant, and equipment	*
Accumulated depreciation	*
	*
<b>Total Assets</b>	*
<b>LIABILITIES AND OWNER'S EQUITY</b>	
<b>Current Liabilities</b>	
Short term debt	*
Accounts payable	*
Interest accrued	*
Other	*
	*
<b>Deferred Credits</b>	
Deferred income taxes	*
Long-term capital lease obligations	*
Other	*
	*
<b>Long Term Debt</b>	*
<b>Capitalization</b>	
Additional paid-in capital	*
Other comprehensive income	*
Retained deficit	*
Total capitalization	*
<b>Total Capitalization and Liabilities</b>	*

\* Filed under request for confidential treatment pursuant to Rule 104(b) of the Public Utility Holding Company Act of 1935.

Pepco Energy Services, Inc.  
Consolidated Statements of Income  
Dollars in Millions  
(Unaudited)

Three Months  
Ended March 31, 2005

<b>OPERATING REVENUES</b>	*
<b>OPERATING EXPENSES</b>	
Electric fuel and purchased energy and capacity	*
Cost of sales	*
Operation and maintenance	*
Depreciation and amortization	*
	*
<b>OPERATING INCOME</b>	*
<b>OTHER INCOME</b>	*
<b>INTEREST EXPENSE</b>	*
<b>INCOME BEFORE INCOME TAXES</b>	*
<b>INCOME TAXES</b>	*
<b>NET INCOME</b>	*

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