

PHI Operating Services Company
Balance Sheet
(Dollars in Thousands)
(Unaudited)

ASSETS	As of September 30, 2005
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Current Assets	
Cash and cash equivalents	*
Accounts receivable from associated companies	*
Interest and taxes accrued	*
Other prepayments	*
Deferred Charges and Other Assets	
Deferred income tax	*
	*
Total Assets	*
 LIABILITIES AND OWNER'S EQUITY	
Current Liabilities	
Accounts payable	*
Notes payable to associated companies	*
Interest and taxes accrued	
Other	*
	*
Capitalization	
Common stock	*
Retained earnings	*
Conectiv money pool loan	*
Total capitalization	*
Total Capitalization and Liabilities	*

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

**PHI Operating Services Company
Consolidated Statements of Income
(Dollars in Thousands)
(Unaudited)**

**Nine Months
Ended September 30, 2005**

OPERATING REVENUES	*
OPERATING EXPENSES	*
OPERATING INCOME	*
OTHER INCOME	*
INTEREST EXPENSE	*
INCOME BEFORE INCOME TAXES	*
INCOME TAXES	*
NET INCOME	*

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