

Peoples Gas Light and Coke Company

Proration of Accumulated Deferred Income Taxes

Test Year Ending December 31, 2010

Line No.	Description [A]	Days(1) [B]	Ratio [C]	Liberalized Depreciation Statutory Rate		Line No.
				Per Books [D]	Prorated [E]	
1	Balance 12/31/2009			\$ (246,962,000)	\$ (246,962,000)	1
2	January		100.0%	(81,000)	(81,000)	2
3	January	335	95.4%	(99,000)	(94,000)	3
4	February	307	87.5%	(179,000)	(157,000)	4
5	March	276	78.6%	(180,000)	(141,000)	5
6	April	246	70.1%	(180,000)	(126,000)	6
7	May	215	61.3%	(179,000)	(110,000)	7
8	June	185	52.7%	(180,000)	(95,000)	8
9	July	154	43.9%	(180,000)	(79,000)	9
10	August	123	35.0%	(179,000)	(63,000)	10
11	September	93	26.5%	(180,000)	(48,000)	11
12	October	62	17.7%	(180,000)	(32,000)	12
13	November	32	9.1%	(179,000)	(16,000)	13
14	December	1	0.3%	(180,000)	(1,000)	14
15	Balance 12/31/2010			\$ <u>(249,118,000)</u>	\$ <u>(248,005,000)</u>	15

Notes: (1) Total days in period: 351

Assumes a February 15, 2009 filing, so the new rates become effective January 15, 2010.