

Return on Equity Calculation
per Commission's Two-Stage DCF
Six-months ended February 2006

<u>Corporate Pipeline Group</u>	<u>Six Month Div. Yield</u>	<u>IBES First Call</u>	<u>GDP Growth Rate</u>	<u>IBES 2/3 Weighted</u>	<u>GDP 1/3 Weighted</u>	<u>Combined Growth Rate</u>	<u>Adjusted Dividend Yield</u>	<u>DCF Return</u>
El Paso Energy Corporation	1.29%	12.00%	5.46%	8.00%	1.82%	9.82%	1.35%	11.17%
Equitable Resources, Inc.	2.24%	9.50%	5.46%	6.33%	1.82%	8.15%	2.33%	10.48%
Kinder Morgan, Inc.	3.40%	12.13%	5.46%	8.09%	1.82%	9.91%	3.57%	13.48%
National Fuel Gas Company	3.59%	5.00%	5.46%	3.33%	1.82%	5.15%	3.68%	8.83%
Questar Corporation	1.13%	11.38%	5.46%	7.59%	1.82%	9.41%	1.18%	10.59%
Williams (The) Companies	1.31%	21.57%	5.46%	14.38%	1.82%	16.20%	1.42%	17.62%
				<u>Percent Pipeline Assets</u>	<u>Weights for Average</u>	<u>Weighted Average</u>	<u>Weights for Median</u>	<u>Weighted Median</u>
El Paso Energy Corporation				51.72%	27.04%	3.02%	6	11.17%
Equitable Resources, Inc.				7.99%	4.18%	0.44%	1	10.48%
Kinder Morgan, Inc.				45.31%	23.69%	3.19%	6	13.48%
National Fuel Gas Company				21.21%	11.09%	0.98%	3	8.83%
Questar Corporation				17.39%	9.09%	0.96%	2	10.59%
Williams (The) Companies				47.64%	24.91%	4.39%	6	17.62%
Weighted Average					<u>100.00%</u>	<u>12.98%</u>		
Weighted Median							<u>24</u>	<u>12.33%</u>

Energy Information Administration ("EIA") Table A19

Real Gross Domestic Product

<u>Year</u>	<u>EIA</u>	
2011	\$13,417	
2030	\$23,112	2.90%

GDP Chain-Type Price Index

<u>Year</u>	<u>EIA</u>	
2011	1.264	
2030	2.048	2.57%
		<u>5.54%</u>

GDP Growth

Global Insight

<u>Year</u>	<u>GI</u>	
2011	\$16,844	
2036	\$55,626	4.89%

GDP Growth

Social Security Administration ("SSA") Table VI.F.5

<u>Year</u>	<u>SSA</u>	
2011	\$16,937	
2056	\$120,841	4.46%

GDP Growth

Average

4.96%

Growth attributed to Corporate Profits

0.50%

Long-Term Growth Rate

5.46%

Dividend Yield Calculations

Ticker	Company	Mo/Yr	Price			Indicated Dividend Rate	Dividend Yield	Average Dividend Yield
			High	Low	Average			
EP	El Paso Energy Corporation	Sep-05	\$ 14.16	\$ 11.35	\$ 12.755	\$0.16	1.25%	1.29%
		Oct-05	\$ 14.07	\$ 11.33	\$ 12.700	\$0.16	1.26%	
		Nov-05	\$ 12.06	\$ 10.76	\$ 11.410	\$0.16	1.40%	
		Dec-05	\$ 12.54	\$ 11.01	\$ 11.775	\$0.16	1.36%	
		Jan-06	\$ 13.95	\$ 12.08	\$ 13.015	\$0.16	1.23%	
		Feb-06	\$ 13.60	\$ 12.21	\$ 12.905	\$0.16	1.24%	
EQT	Equitable Resources, Inc.	Sep-05	\$ 39.90	\$ 37.62	\$ 38.760	\$0.84	2.17%	2.24%
		Oct-05	\$ 41.18	\$ 34.51	\$ 37.845	\$0.84	2.22%	
		Nov-05	\$ 38.98	\$ 36.08	\$ 37.530	\$0.84	2.24%	
		Dec-05	\$ 39.51	\$ 36.01	\$ 37.760	\$0.84	2.22%	
		Jan-06	\$ 39.02	\$ 35.82	\$ 37.420	\$0.84	2.24%	
		Feb-06	\$ 37.19	\$ 34.05	\$ 35.620	\$0.84	2.36%	
KMI	Kinder Morgan, Inc.	Sep-05	\$ 99.97	\$ 92.60	\$ 96.285	\$3.00	3.12%	3.40%
		Oct-05	\$ 96.28	\$ 84.10	\$ 90.190	\$3.00	3.33%	
		Nov-05	\$ 92.39	\$ 87.42	\$ 89.905	\$3.00	3.34%	
		Dec-05	\$ 94.98	\$ 90.60	\$ 92.790	\$3.00	3.23%	
		Jan-06	\$ 103.75	\$ 91.47	\$ 97.610	\$3.50	3.59%	
		Feb-06	\$ 96.82	\$ 89.30	\$ 93.058	\$3.50	3.76%	
NFG	National Fuel Gas Company	Sep-05	\$ 36.00	\$ 29.69	\$ 32.845	\$1.16	3.53%	3.59%
		Oct-05	\$ 35.27	\$ 29.51	\$ 32.390	\$1.16	3.58%	
		Nov-05	\$ 32.68	\$ 29.25	\$ 30.965	\$1.16	3.75%	
		Dec-05	\$ 34.10	\$ 30.58	\$ 32.340	\$1.16	3.59%	
		Jan-06	\$ 35.43	\$ 31.09	\$ 33.260	\$1.16	3.49%	
		Feb-06	\$ 33.42	\$ 30.60	\$ 32.010	\$1.16	3.62%	
STR	Questar Corporation	Sep-05	\$ 88.78	\$ 76.00	\$ 82.390	\$0.90	1.09%	1.13%
		Oct-05	\$ 89.60	\$ 70.85	\$ 80.225	\$0.90	1.12%	
		Nov-05	\$ 81.35	\$ 73.73	\$ 77.541	\$0.90	1.16%	
		Dec-05	\$ 84.77	\$ 74.43	\$ 79.600	\$0.90	1.13%	
		Jan-06	\$ 85.70	\$ 75.77	\$ 80.735	\$0.90	1.11%	
		Feb-06	\$ 82.35	\$ 71.26	\$ 76.805	\$0.90	1.17%	
WMB	Williams (The) Companies	Sep-05	\$ 25.32	\$ 22.03	\$ 23.675	\$0.30	1.27%	1.31%
		Oct-05	\$ 25.72	\$ 20.57	\$ 23.145	\$0.30	1.30%	
		Nov-05	\$ 22.63	\$ 19.54	\$ 21.086	\$0.30	1.42%	
		Dec-05	\$ 24.78	\$ 21.71	\$ 23.245	\$0.30	1.29%	
		Jan-06	\$ 25.58	\$ 22.65	\$ 24.115	\$0.30	1.24%	
		Feb-06	\$ 24.24	\$ 20.80	\$ 22.520	\$0.30	1.33%	