

**Portland Natural Gas Transmission System  
Capital Structure**

Line No.	Description (a)	<b>per Books December 31, 2007</b> (b)	<b>Adjustments</b> (c)	<b>September 30, 2008 as Adjusted</b> (d)	<b>Capitalization Percent</b> (e)	<b>Rate</b> (f)	<b>Weighted Cost</b> (g)
1	Debt	210,945,000	(11,424,000)	199,521,000	52.24%	6.046%	3.16%
2	Equity	182,374,263	0	182,374,263	47.76%	14.75%	7.04%
3	Total	393,319,263	(11,424,000)	381,895,263	100.00%		10.20%