

From: Togneri, Gabriel
Sent: 6/15/2010 10:58:53 AM
To: Togneri, Gabriel (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=GBT1)
Cc:
Bcc:
Subject: FW: Analyst Report (Citi - Proposition 16)

From: [Redacted]
Sent: Tuesday, June 15, 2010 10:58 AM
To: Officers of PG&E Corporation; Officers of Pacific Gas and Electric; Affonsa, Deborah; [Redacted]
Redacte; Berkovitz, Trista (GT&D); Berman, Janice S; [Redacted]; Bird, Katherine R; [Redacted]
Reda; [Redacted]; Cooper, Shawn; [Redacted]; Cussimano, Craig;
[Redacted]; David, Steven; DeSanze, Christine M. (Law); Foley, Beth; [Redacted]; Frazier-
Hampton, Janice Y; [Redacted]; Glynn, Robert D. III (ISTS); Hayes, Kathleen (Law); Hertzog,
Brian; Hughes, John (Reg Rel); Jacobson, Erik; [Redacted]; Jordan, Nichole; [Redacted]
[Redac]; Kauss, Kent; La Flash, Hal; [Redacted]; Lavinson, Melissa A; [Redacted]
Loduca, Janet C.; [Redacted]; Ludemann, Doreen (Law); Maggard, Stephanie A; Marre, Charles;
Marshall, Jonathan; Martin, Hudson T; MBA_05; MBA_06; MBA_07; MBA_08; MBA_09; McDonald,
Brian; Moniz-Witten, Tanya; Narayanan, Kris; [Redacted]; Parnell, Renee; Pulling,
Wendy; Ramaiya, Shilpa R; Reilly, Robin J (Law); Ritter, Michael; [Redacted]; Rogers,
Sienna; [Redacted]; Seager, Jonathan; Singh, Amrit P; Smith, Bruce
T; [Redacted]; Stock, William; Strauss, Todd; [Redacted]; Thomason, David S; Ton-Quinlivan,
Van; [Redacted]; Warner, Christopher (Law); Whelan, Steve
(GT&D); Williams, Ray; Williamson, Dana C; Wilson, Michelle (Law); [Redacted]
Cc: All Finance Organization
Subject: Analyst Report (Citi - Proposition 16)

Similar to the Morgan Stanley report circulated last Thursday, Brian Chin of Citi issued the attached report reiterating that the defeat of Proposition 16 was not a material event in terms of earnings going forward. Chin updated his methodology for valuation of PCG, but his price target of \$50/share remains the same.

In trading yesterday, PCG was slightly up with a 0.1% increase but below our comparator group, which increased 0.4%. The S&P 500 was down 0.2% and the Dow Jones Utility Index was up 0.4%.

<<06-15-2010 Citi - Prop 16.pdf>>

- [Redacted]

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