

From: Simon, Timothy A.
Sent: 9/14/2010 8:55:07 AM
To: Bijur, Nicholas M. (/O=PG&E/OU=Corporate/cn=Recipients/cn=nmb785178462)
Cc: Cherry, Brian K (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BKC7)
Bcc:
Subject: Re: Siebert Brandford Shank

Understood. Thanks for the heads-up!

Regards,

From: Bijur, Nicholas M.
To: Simon, Timothy A.
Cc: Cherry, Brian K
Sent: Tue Sep 14 08:48:02 2010
Subject: Siebert Brandford Shank

Commissioner Simon,

A little good news/bad news. We launched our tax-exempt bond transaction last week (Thursday) with Siebert Brandford Shank as co-bookrunner, equal fees and responsibilities with Wells Fargo (see attached marketing document). Obviously, we were very excited about the transaction and the opportunity to work with another minority institution in a lead role.

However, in light of last week's tragic event, and given the associated increase in PG&E's interest rates, we have decide to put the transaction on hold. We will monitor the capital markets and hopefully issue the bonds when markets improve and some time has passed from last week's event. We will keep you updated.

Nick

<<Offering Circular 9-9-10.pdf>>

Nicholas Bijur
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