

From: Simon, Timothy A.
Sent: 9/10/2011 11:04:55 AM
To: Cherry, Brian K (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BKC7)
Cc:
Bcc:
Subject: Fw: Corporations seeking to access debt markets in next 6 months should act as soon as possible

Brian, it appears PG&E went to market with Williams Capital. Can you provide me some information. Hope you are having a great weekend! Regards,

From: Clifford Swint [mailto:Cliff@mfr.com]
Sent: Wednesday, September 07, 2011 02:04 PM
To: Simon, Timothy A.
Cc: Phason, Douglas
Subject: Corporations seeking to access debt markets in next 6 months should act as soon as possible

Commissioner Simon,

My congratulations to you, your fellow Commissioners and the Staff at the CPUC for helping to level the playing field to make possible today's transaction between PG&E and Williams Capital.

In my efforts to keep you and the Staff updated regarding our views on the capital markets and the economy, our affiliate, Maria Fiorini Ramirez, Inc. has put together interesting comments to corporate treasurers expecting to access the debt capital markets over the coming six months. I am in the process of sharing this intelligence with all of the utilities in your jurisdiction and across the country.

Their take-away is “ given that market interest rates are already extremely low in absolute terms, and the relatively high possibility that global financial markets could experience considerable turmoil in the not too distant future, it is MFR's opinion that corporations should seek to secure as much liquidity as possible as soon as possible.” See the attached 3-pager for the full text shown of their comments.

It would be my pleasure to arrange a call with you and/or the Staff with our economists in order to do a deeper dive into any of the issues raised or for any other matters of specific

interest to CPUC.

Regards,

Cliff

Clifford C. Swint, CFA
Executive Vice President

Capital Markets Group

MFR Securities, Inc.
675 Third Avenue, 11th Floor
New York, NY 10011

212-416-5035 Office

917-232-1591 Mobile

cliff@mfr.com

This document has been furnished to you solely for your information and may not be reproduced in any manner or provided to any other person. Although the information herein has been obtained from sources that we believe to be reliable, no warranty (express or implied) is made as to the accuracy, completeness or fairness of the information, opinions or projections herein, all of which are subject to change without notice. No responsibility or liability whatsoever or howsoever arising is accepted in relation to the contents hereof by any member of MFR, or any of its respective directors, officers or employees.

The information contained herein is based on sources which MFR Securities, Inc. believes to be reliable, but we do not represent that it is accurate or complete. All prices, yields and opinions are subject to change due to market forces and other conditions. This communication is not to be considered as an offer to purchase or sell the securities referenced herein. Additional information is available upon request.

This email and any files transmitted with it are confidential and are intended solely for the use of the individual or entity to whom it is addressed. This communication may contain protected or privileged material and should only be viewed by the intended recipient(s). If you are not the intended recipient be advised that you have received this email in error and that any use, dissemination, forwarding, printing or copying of this email is strictly prohibited.