

From: Simon, Timothy A.
Sent: 4/17/2012 3:12:24 PM
To: Cherry, Brian K (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BKC7)
Cc:
Bcc:
Subject: Fw: BRV Utility Bond Market Update

From: John Pascente [mailto:jpascente@brv-llc.com]
Sent: Tuesday, April 17, 2012 01:36 PM
To: John Pascente <jpascente@brv-llc.com>
Subject: BRV Utility Bond Market Update

Attached please find BRV's Utility Bond Market Update as of April 17, 2012.

In spite of a few jittery weeks, we are seeing strong demand for new issue Investment Grade corporates – one noteworthy trade was last Wednesday's Pacific Gas & Electric's 30yr. Announced at \$300mm and upsized to \$400mm, we heard the book topped out around \$3bn with a final size of \$2.7bn. At 10bps the new issue concession was average, but demand was clearly not.

In general, utilities continue to do well, with decent concessions and good secondary performance.

In our update you will find a snapshot of year-to-date issuance along with secondary trading levels for the active names.

Please contact me if you have any questions.

Regards,

John

-----**John P. Pascente, CFA**

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