
PG&E Corporation 2006 Earnings per Common Share (EPS) Guidance

	<u>Low</u>	<u>High</u>
EPS Guidance on an Earnings from Operations Basis	\$2.40	\$2.50
Estimated Items Impacting Comparability	<u>0.00</u>	<u>0.00</u>
EPS Guidance on a GAAP Basis	<u><u>\$2.40</u></u>	<u><u>\$2.50</u></u>

PG&E Corporation 2007 EPS Guidance

	<u>Low</u>	<u>High</u>
EPS Guidance on an Earnings from Operations Basis	\$2.65	\$2.75
Estimated Items Impacting Comparability	<u>0.00</u>	<u>0.00</u>
EPS Guidance on a GAAP Basis	<u><u>\$2.65</u></u>	<u><u>\$2.75</u></u>

Management's statements regarding 2006 and 2007 guidance for earnings from operations per share for PG&E Corporation constitute forward-looking statements that are based on current expectations and assumptions which management believes are reasonable. These statements are necessarily subject to various risks and uncertainties. In addition to the risk that the assumptions on which the statements are based (including that the Utility earns an authorized return on equity of 11.35%, that the Utility makes certain capital expenditures, and that PG&E Corporation repurchases additional shares of its common stock) prove to be inaccurate, many factors could cause actual results to differ materially from those contemplated by the forward-looking statements. These factors are noted above.