

Duke Energy Corporation
Reg G Reconciliation
05-05-2004 Webcast – Sale of Southeast assets

Exhibit 1: DENA loss projection

The Company's prepared remarks include a discussion of DENA's 2004 EBIT loss projection, which are non-GAAP financial measures as defined under SEC Regulation G. DENA's \$300 million EBIT loss projection for 2004 is a non-GAAP financial measure as it excludes any mark-to-market (MTM) earnings and "special items", as defined by the Company, occurring during the year. The most directly comparable GAAP measure is DENA reported segment EBIT loss for 2004.

Due to the forward-looking nature of these non-GAAP financial measures, information to reconcile such non-GAAP financial measures to the most directly comparable GAAP financial measure is not available at this time as the Company is unable to project any "special items" or MTM earnings or losses for the remainder of 2004.

Exhibit 2: 1Q04 Special Items

(\$ in Millions)	Pre-Tax Amount	Tax Effect	2004 EPS Impact
First Quarter			
Gain on sale of Australian assets	\$256	(\$18)	\$0.26
Net loss on sale of DENA assets, primarily southeast U.S. plants	(361)	134	(0.25)
Gains on sale of other assets, including Caribbean Nitrogen Co. (CNC)	14	(5)	0.01
Charge for intent to sell Cantarell investment	(13)	5	(0.01)
TOTAL EPS IMPACT			\$0.01
EPS, as reported			\$0.33
EPS, ongoing			\$0.32