

Duke Energy Corporation
Non-GAAP Reconciliations
Sanford C. Bernstein Annual Strategic Decisions Conference
May 30, 2008

Anticipated Adjusted Diluted EPS Growth Rates through 2012

The materials for Duke Energy's Sanford C. Bernstein Annual Strategic Decisions Conference on May 30, 2008 include a discussion of the expected range of growth of 5-7% in adjusted diluted EPS through 2012 (on a compound annual growth rate ("CAGR") basis). These growth percentages are based on adjusted diluted EPS amounts for future periods. Adjusted diluted EPS is a non-GAAP financial measure as it represents diluted EPS from continuing operations, adjusted for the per-share impact of special items and the mark-to-market impacts of economic hedges in the Commercial Power segment. Special items represent certain charges and credits which management believes will not be recurring on a regular basis. Mark-to-market adjustments reflect the mark-to-market impact of derivative contracts, which is recognized in GAAP earnings immediately as such derivative contracts do not qualify for hedge accounting, used in Duke Energy's hedging of a portion of the economic value of its generation assets in the Commercial Power segment. The most directly comparable GAAP measure for adjusted diluted EPS is reported diluted EPS from continuing operations, which includes the impact of special items and the mark-to-market impacts of economic hedges in the Commercial Power segment. Due to the forward-looking nature of these non-GAAP financial measures, information to reconcile them to the most directly comparable GAAP financial measure is not available at this time, as management is unable to project special items or mark-to-market adjustments for future periods.

Anticipated Adjusted Segment EBIT Growth Rates through 2012 for the Commercial Power and International Energy Segments

The materials for Duke Energy's Sanford C. Bernstein Annual Strategic Decisions Conference on May 30, 2008 reference management's current expectation that the Commercial Power and International Energy segments, on a combined basis (referred to as "Commercial Businesses"), will grow adjusted EBIT by an estimated 8-10% CAGR through 2012, from the base of their 2007 combined adjusted segment EBIT results. These growth percentages are based on Commercial Power and International Energy's combined adjusted segment EBIT amounts for future periods. The materials for this presentation also include a discussion regarding Management's current expectation that the Midwest gas-fired generation assets (a component of the Commercial Power segment), will be EBIT positive by 2009, on an adjusted EBIT basis.

Adjusted segment EBIT is a non-GAAP financial measure as it represents reported segment EBIT adjusted for the impact of special items and the mark-to-market impacts of economic hedges in the Commercial Power segment. Special items represent certain charges and credits which management believes will not be recurring on a regular basis. Mark-to-market adjustments reflect the mark-to-market impact of derivative contracts, which is recognized in GAAP earnings immediately as such derivative contracts do not qualify for hedge accounting, used in Duke Energy's hedging of a portion of the economic value of its generation assets in the Commercial Power. The most directly comparable GAAP measure for adjusted segment EBIT is reported segment EBIT, which represents segment results from continuing operations, including any special items and the mark-to-market impacts of economic hedges in the Commercial Power segment. Due to the forward-looking nature of forecasted adjusted segment EBIT for future periods, information to reconcile forward-looking non-GAAP financial measures to the most directly comparable GAAP financial measures is not available at this time as management is unable to project special items or mark-to-market adjustments for future periods.