

Disclosures for Duke Energy non-GAAP Financial Measures

2005 and Beyond Ongoing Earnings per Share ("EPS") and Related Growth Percentages

The slides and prepared remarks for the September 15, 2005 Analyst Meeting include a discussion of forecasted ongoing diluted EPS for the Company, and related forecasted growth percentages, for 2005 and beyond. Ongoing diluted EPS, and related growth rates, are non-GAAP financial measures as they represents diluted EPS from continuing operations plus any discontinued operations from the Company's Crescent Resources real estate unit, adjusted for the impact of special items. Special items represent certain charges which management believes will not be recurring on a regular basis. The most directly comparable GAAP measure for ongoing diluted EPS is reported diluted EPS from continuing operations, which includes the impact of special items. Due to the forward-looking nature of this non-GAAP financial measure, 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 for the remainder of 2005 or for future periods.

2005 Earnings per Share ("EPS") Incentive Target Measures

The slides and prepared remarks for the September 15, 2005 Analyst Meeting include a discussion of the Company's original and revised 2005 EPS incentive targets of \$1.60 and \$1.65, respectively, along with the diluted EPS equivalent of the \$1.65, which is \$1.59. These EPS measures used for employee incentive bonuses should track ongoing basic and diluted EPS, respectively, which are non-GAAP financial measures as they represent basic and diluted EPS from continuing operations plus any discontinued operations from the Company's Crescent Resources real estate unit, adjusted for the impact of special items. Special items represent certain charges which management believes will not be recurring on a regular basis. The most directly comparable GAAP measures for ongoing basic and diluted EPS are reported basic and diluted EPS from continuing operations, respectively, which include the impact of special items. 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 measures is not available at this time as the Company is unable to project any special items for the remainder of 2005.

2005 and Beyond Ongoing Segment EBIT and Related Growth Percentages

The slides and prepared remarks for the September 15, 2005 Analyst Meeting include a discussion of the Company's forecasted ongoing EBIT contributions for 2005 for certain segments and, for certain segments, a discussion of a forecasted ongoing segment EBIT growth rate, which is based on historical and forecasted ongoing segment EBIT. Ongoing segment EBIT, and related growth rates, are non-GAAP financial measures as they represent reported segment EBIT adjusted for special items, which represent certain charges which management believes will not be recurring on a regular basis. When used for future periods, ongoing segment EBIT may also include any amounts that may be reported as discontinued operations. The most directly comparable GAAP measure for ongoing segment EBIT is reported segment EBIT, which represents EBIT from continuing operations, including any special items. Due to the forward-looking nature of forecasted ongoing segment EBIT, and related growth rates, for 2005 and future periods, information to reconcile these non-GAAP financial measures to the most directly comparable GAAP financial measures is not available at this time as the Company is unable to project any special items or any amounts that may be reported as discontinued operations for the remainder of 2005 or for future periods.

FFO Interest Coverage

Funds from Operations (numerator) is defined as net cash provided by operating activities on a GAAP basis. Adjustments to the GAAP number primarily include changes in working capital and adjustments for off-credit entities. Cash interest paid (numerator) and interest expense (denominator) on a GAAP basis are adjusted for interest paid on off-credit entity debt and capitalized interest, which includes AFUDC interest.

Detail of 2005 Significant Special Items
(amounts in millions, except for per share amounts)

<u>Item</u>	<u>Pre-tax amount</u>	<u>Tax effect</u>	<u>After-tax amount</u>	<u>EPS Impact</u>
Gain on sale of TEPPCO GP and LP units, net of minority interest of \$343 million	<u>\$888</u>	<u>(\$329)</u>	<u>\$559</u>	<u>\$0.59</u>
Gain on sale of 19.7% interest in DEFS	<u>\$576</u>	<u>(\$213)</u>	<u>\$363</u>	<u>\$0.39</u>