

DUKE ENERGY CORPORATION
ONGOING TO REPORTED EARNINGS RECONCILIATION
June 2006 Quarter-to-date
(Dollars in millions, except per-share amounts)

	<u>Special Items (Note 1)</u>					Total Adjustments	Reported Earnings
	Ongoing Earnings	Costs to Achieve, Cinergy Merger	Impairment of Campeche Investment	Discontinued Operations			
SEGMENT EARNINGS BEFORE INTEREST AND TAXES FROM CONTINUING OPERATIONS							
U.S. Franchised Electric and Gas	\$ 351	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 351
Commercial Power	20	-	-	-	-	-	20
International Energy	79	-	(55) B	-	(55)	(55)	24
Crescent	174	-	-	-	-	-	174
Total reportable segment EBIT	<u>624</u>	<u>-</u>	<u>(55)</u>	<u>-</u>	<u>(55)</u>	<u>(55)</u>	<u>569</u>
Other	(77)	(74) A	-	-	(74)	(74)	(151)
Total reportable segment EBIT and Other EBIT	\$ 547	\$ (74)	\$ (55)	\$ -	\$ (129)	\$ (129)	\$ 418
Interest Expense	(185)	-	-	-	-	-	(185)
Interest Income and Other	14	-	-	-	-	-	14
Income Taxes from Continuing Operations	(77)	26	-	-	26	26	(51)
Discontinued Operations, net of taxes	-	-	-	159 C,D	159	159	159
Net Income	<u>\$ 299</u>	<u>\$ (48)</u>	<u>\$ (55)</u>	<u>\$ 159</u>	<u>\$ 56</u>	<u>\$ 56</u>	<u>\$ 355</u>
EARNINGS PER SHARE, BASIC	<u>\$ 0.24</u>	<u>\$ (0.04)</u>	<u>\$ (0.04)</u>	<u>\$ 0.13</u>	<u>\$ 0.05</u>	<u>\$ 0.05</u>	<u>\$ 0.29</u>
EARNINGS PER SHARE, DILUTED	<u>\$ 0.24</u>	<u>\$ (0.04)</u>	<u>\$ (0.04)</u>	<u>\$ 0.12</u>	<u>\$ 0.04</u>	<u>\$ 0.04</u>	<u>\$ 0.28</u>

Note 1 - Amounts for special items are presented net of any related minority interest.

A - Recorded in Operation, maintenance and other (Operating Expenses) on the Consolidated Statements of Operations.

B - \$38 million recorded in Operation, maintenance and other (Operating Expenses) and \$17 million recorded in Losses on sales and impairments of equity investments (Other Income and Expenses) on the Consolidated Statements of Operations.

C - Excludes Crescent discontinued operations.

D - Primarily amounts reclassified to discontinued operations due to the January 2007 spin-off of Spectra Energy, net of amounts for DENA. Recorded in (Loss) Income From Discontinued Operations, net of tax on the Consolidated Statements of Operations.

Weighted Average Shares (reported and ongoing) - in millions

Basic	1,238
Diluted	1,259

DUKE ENERGY CORPORATION
ONGOING TO REPORTED EARNINGS RECONCILIATION
June 2006 Year-to-date
(Dollars in millions, except per-share amounts)

	<u>Special Items (Note 1)</u>					Reported Earnings
	Ongoing Earnings	Costs to Achieve, Cinergy Merger	Impairment of Campeche Investment	Discontinued Operations	Total Adjustments	
SEGMENT EARNINGS BEFORE INTEREST AND TAXES FROM CONTINUING OPERATIONS						
U.S. Franchised Electric and Gas	\$ 710	\$ -	\$ -	\$ -	\$ -	\$ 710
Commercial Power	(7)	-	-	-	-	(7)
International Energy	165	-	(55) B	-	(55)	110
Crescent	216	-	-	-	-	216
Total reportable segment EBIT	1,084	-	(55)	-	(55)	1,029
Other	(126)	(78) A	-	-	(78)	(204)
Total reportable segment EBIT and Other EBIT	\$ 958	\$ (78)	\$ (55)	\$ -	\$ (133)	\$ 825
Interest Expense	(288)	-	-	-	-	(288)
Interest Income and Other	21	-	-	-	-	21
Income Taxes from Continuing Operations	(186)	27	-	-	27	(159)
Discontinued Operations, net of taxes	-	-	-	314 C,D	314	314
Net Income	\$ 505	\$ (51)	\$ (55)	\$ 314	\$ 208	\$ 713
EARNINGS PER SHARE, BASIC						
	\$ 0.47	\$ (0.05)	\$ (0.05)	\$ 0.29	\$ 0.19	\$ 0.66
EARNINGS PER SHARE, DILUTED						
	\$ 0.46	\$ (0.05)	\$ (0.05)	\$ 0.28	\$ 0.18	\$ 0.64

Note 1 - Amounts for special items are presented net of any related minority interest.

A - Recorded in Operation, maintenance and other (Operating Expenses) on the Consolidated Statements of Operations.

B - \$38 million recorded in Operation, maintenance and other (Operating Expenses) and \$17 million recorded in Losses on sales and impairments of equity investments (Other Income and Expenses) on the Consolidated Statements of Operations.

C - Excludes Crescent discontinued operations.

D - Primarily amounts reclassified to discontinued operations due to the January 2007 spin-off of Spectra Energy, net of amounts for DENA. Recorded in (Loss) Income From Discontinued Operations, net of tax on the Consolidated Statements of Operations.

Weighted Average Shares (reported and ongoing) - in millions

Basic	1,083
Diluted	1,111

DUKE ENERGY CORPORATION
ONGOING TO REPORTED EARNINGS RECONCILIATION
June 2007 Quarter-to-date
(Dollars in millions, except per-share amounts)

	<u>Special Items (Note 1)</u>					Total Adjustments	Reported Earnings
	Ongoing Earnings	Costs to Achieve, Cinergy Merger	IT Severance Costs	Discontinued Operations			
SEGMENT EARNINGS BEFORE INTEREST AND TAXES FROM CONTINUING OPERATIONS							
U.S. Franchised Electric and Gas	\$ 452	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 452
Commercial Power	35	-	-	-	-	-	35
International Energy	97	-	-	-	-	-	97
Crescent	17	-	-	-	-	-	17
Total reportable segment EBIT	601	-	-	-	-	-	601
Other	(42)	(12) ^A	(12) ^A	-	-	(24)	(66)
Total reportable segment and Other EBIT	\$ 559	\$ (12)	\$ (12)	\$ -	\$ -	\$ (24)	\$ 535
Interest Expense	(160)	-	-	-	-	-	(160)
Interest Income and Other	47	-	-	-	-	-	47
Income Taxes from Continuing Operations	(127)	4	4	-	-	8	(119)
Discontinued Operations, net of taxes	-	-	-	(10) ^B	-	(10)	(10)
Net Income	\$ 319	\$ (8)	\$ (8)	\$ (10)	\$ -	\$ (26)	\$ 293
EARNINGS PER SHARE, BASIC	\$ 0.25	\$ -	\$ (0.01)	\$ (0.01)	\$ -	\$ (0.02)	\$ 0.23
EARNINGS PER SHARE, DILUTED	\$ 0.25	\$ -	\$ (0.01)	\$ (0.01)	\$ -	\$ (0.02)	\$ 0.23

Note 1 - Amounts for special items are presented net of any related minority interest.

A - Recorded in Operation, maintenance and other (Operating Expenses) on the Consolidated Statements of Operations.

B - Recorded in (Loss) Income From Discontinued Operations, net of tax on the Consolidated Statements of Operations.

Weighted Average Shares (reported and ongoing) - in millions

Basic	1,260
Diluted	1,267

DUKE ENERGY CORPORATION
ONGOING TO REPORTED EARNINGS RECONCILIATION
June 2007 Year-to-date
(Dollars in millions, except per-share amounts)

	<u>Special Items (Note 1)</u>						Reported Earnings
	Ongoing Earnings	Convertible Debt Costs, Gas Spin-off	Costs to Achieve, Cinergy Merger	IT Severance Costs	Discontinued Operations	Total Adjustments	
SEGMENT EARNINGS BEFORE INTEREST AND TAXES FROM CONTINUING OPERATIONS							
U.S. Franchised Electric and Gas	\$ 1,026	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,026
Commercial Power	26	-	-	-	-	-	26
International Energy	191	-	-	-	-	-	191
Crescent	19	-	-	-	-	-	19
Total reportable segment EBIT	1,262	-	-	-	-	-	1,262
Other	(94)	(21) B	(23) A	(12) A	-	(56)	(150)
Total reportable segment and Other EBIT	\$ 1,168	\$ (21)	\$ (23)	\$ (12)	\$ -	\$ (56)	\$ 1,112
Interest Expense	(324)	-	-	-	-	-	(324)
Interest Income and Other	88	-	-	-	-	-	88
Income Taxes from Continuing Operations	(236)	-	8	4	-	12	(224)
Discontinued Operations, net of taxes	-	-	-	-	(2) C	(2)	(2)
Net Income	\$ 696	\$ (21)	\$ (15)	\$ (8)	\$ (2)	\$ (46)	\$ 650
EARNINGS PER SHARE, BASIC	\$ 0.56	\$ (0.02)	\$ (0.01)	\$ (0.01)	\$ -	\$ (0.04)	\$ 0.52
EARNINGS PER SHARE, DILUTED	\$ 0.55	\$ (0.02)	\$ (0.01)	\$ (0.01)	\$ -	\$ (0.04)	\$ 0.51

Note 1 - Amounts for special items are presented net of any related minority interest.

A - Recorded in Operation, maintenance and other (Operating Expenses) on the Consolidated Statements of Operations.

B - Recorded in Other income and expenses, net (Other Income and Expenses, net) on the Consolidated Statements of Operations.

C - Recorded in (Loss) Income From Discontinued Operations, net of tax on the Consolidated Statements of Operations

Weighted Average Shares (reported and ongoing) - in millions

Basic	1,259
Diluted	1,267