

DCF MODEL
 WITH VALUE LINE EARNINGS GROWTH
 DPU EXHIBIT 6.5
 DOCKET NO. 02-057-02

		Annual		VL Earnings			
	Company	Qrtly Dividend	Dividend (D ₀)	Price	Growth g	Div Yield Y = D ₁ /P ₀	ROE k = Y + g
1	AGL Resources	0.270	1.08	22.5502	9.50%	5.24%	14.74%
2	Atmos Energy	0.295	1.18	22.3981	9.00%	5.74%	14.74%
3	Energen Corp	0.175	0.70	26.5951	5.50%	2.78%	8.28%
4	New Jersey Resources	0.300	1.20	29.9482	9.50%	4.39%	13.89%
5	Northwest Nat. Gas	0.315	1.26	28.6958	6.50%	4.68%	11.18%
6	Peoples Energy	0.520	2.08	37.3770	7.50%	5.98%	13.48%
7	Piedmont Natural Gas	0.400	1.60	35.1347	6.50%	4.85%	11.35%
8	National Fuel Gas	0.26	1.04	21.7496	10.000%	5.26%	15.26%
9	Questar Corp	0.180	0.72	25.4604	8.500%	3.07%	11.57%
						Mean	12.72%
						Median	13.48%

Note: $D_0 = 4 * Qrtly Div$, $D_1 = D_0 (1 + g)$