

Final Term Sheet
August 23, 2010

Issuer: San Diego Gas & Electric Company
Aggregate Principal Amount Offered: \$500,000,000
Interest Payment Dates: February 15 and August 15, commencing February 15, 2011
Coupon: 4.50%, accruing from August 26, 2010
Maturity: August 15, 2040
Yield to Maturity: 4.568%
Spread to Benchmark Treasury: 88 basis points
Benchmark Treasury: 4.375% due May 15, 2040
Benchmark Treasury Yield: 3.688%
Optional Redemption Provision: Make Whole Call Adjusted Treasury Rate + 15 basis points
Price to Public: 98.897%, plus accrued interest, if any
Settlement Date: August 26, 2010
CUSIP: 797440BM5
ISIN: US797440BM51

Anticipated Ratings: Aa3 by Moody's Investors Service
 A+ by Standard & Poor's Ratings Services
 AA by Fitch Ratings

Joint Book-Running Managers: Banc of America Securities LLC
 BNP Paribas Securities Corp.
 Credit Agricole Securities (USA) Inc.
 Morgan Stanley & Co. Incorporated

Co-Managers: Aladdin Capital LLC
 Blaylock Robert Van, LLC
 Cabrera Capital Markets, LLC

Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.

The issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering. You may get these documents for free by visiting EDGAR on the SEC website at www.sec.gov. Alternatively, the issuer, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling Banc of America Securities LLC toll-free at 1-800-294-1322 or by email to dg.prospectus_distribution@bofasecurities.com, by calling BNP Paribas Securities Corp. toll-free at 1-800-854-5674, by calling Credit Agricole Securities (USA) Inc. toll-free at 1-866-807-6030 or by calling Morgan Stanley & Co. Incorporated toll-free at 1-866-718-1649.