



Second-Quarter 2010 Earnings Results

August 3, 2010

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Second-Quarter 2010 Results

<i>(Dollars in millions, except EPS - Unaudited)</i>	Three months ended June 30,		Six months ended June 30,	
	2010	2009	2010	2009
Earnings	\$ 222	\$ 198	\$ 328	\$ 514
Diluted weighted-average shares outstanding	250	247	250	246
EPS	\$ 0.89	\$ 0.80	\$ 1.31	\$ 2.09

- Solid performance from core businesses in Q2-10 and year-to-date
- \$500 million share repurchase to begin later this quarter

Sempra Utilities

<i>(Unaudited, dollars in millions)</i>	Three months ended June 30,		Six months ended June 30,	
	2010	2009	2010	2009
SDG&E Earnings	\$ 75	\$ 70	\$ 158	\$ 169
SoCalGas Earnings	69	65	134	124
Total	<u>\$ 144</u>	<u>\$ 135</u>	<u>\$ 292</u>	<u>\$ 293</u>

- SDG&E year-to-date 2010 results include \$11 million higher liability insurance premiums for wildfire coverage
- SoCalGas year-to-date 2010 includes better operating results and a lower effective tax rate on operations offset by a \$13 million tax charge related to passage of health care legislation

Sempra Generation

<i>(Unaudited, dollars in millions)</i>	Three months ended June 30,		Six months ended June 30,	
	2010	2009	2010	2009
Earnings (loss)	\$ 48	\$ 33	\$ (5)	\$ 76

- Q2-10 increase due primarily to:
 - \$17 million renewable energy tax credits in Q2-10, partially offset by
 - \$7 million lower earnings from operations due to scheduled maintenance at two power plants and earthquake damage at the Mexicali power plant
- Year-to-date 2010 results include \$85 million expense related to energy crisis litigation

Sempra Pipelines & Storage

<i>(Unaudited, dollars in millions)</i>	Three months ended June 30,		Six months ended June 30,	
	2010	2009	2010	2009
Earnings (loss)	\$ 39	\$ (27)	\$ 77	\$ 10

- Q2-10 increase due primarily to:
 - \$5 million earnings in Q2-10 related to the El Paso Mexican pipeline acquisition
 - \$64 million lower earnings in Q2-09 from a write-off at Liberty Gas Storage

Sempra LNG

<i>(Unaudited, dollars in millions)</i>	Three months ended June 30,		Six months ended June 30,	
	2010	2009	2010	2009
Earnings (loss)	\$ 13	\$ (12)	\$ 45	\$ (19)

- Q2-10 increase due primarily to higher earnings from operations
- Year-to-date 2010 results include \$11 million related to payments for the non-delivery of cargoes. This is not expected to recur long-term.

Sempra Commodities

<i>(Unaudited, dollars in millions)</i>	Three months ended June 30,		Six months ended June 30,	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Earnings (loss)	\$ -	\$ 85	\$ (5)	\$ 199

- Q2-10 performance consistent with previously disclosed expectation of breakeven earnings for 2010

RBS Sempra Commodities Update

- Sale of metals, oil, and European natural gas and power businesses to J.P. Morgan closed on July 1
 - Approximately \$1 billion in proceeds to Sempra
- \$500 million share repurchase to begin later this quarter
- Remainder of joint venture's business includes:
 - North American natural gas and power
 - Solutions (retail marketing)

Utility Operational Update

- Sunrise Powerlink
 - U.S. Forest Service approval received in July
 - \$1.9 billion project on-track for completion in second-half of 2012
- Over 1.2 million smart meters installed at SDG&E to-date
- SDG&E filed request for up to \$600 million tax-equity investment in 309 MW wind project
- SDG&E and SoCalGas to file applications for 2012 General Rate Cases in second half of 2010
 - File Notices of Intent this month
 - File final GRC applications late-2010
 - CPUC rate case plan calls for decisions by year-end 2011

Infrastructure Business Update

Generation

- Copper Mountain Solar (48 MW)
 - 18 MW currently in-service
 - Expect to complete all 48 MW by year-end 2010

Pipelines & Storage

- Storage build-out on schedule
 - 7.5 Bcf at Mississippi Hub in-service in Q3-10
 - 5.0 Bcf expansion of Bay Gas complete by year-end

Summary

- Solid Q2-10 earnings
- Received last major regulatory approval of Sunrise Powerlink
- Sale of RBS Sempra Commodities' metals, oil, and European natural gas and power businesses closed
 - \$500 million share repurchase to begin later this quarter