

PUBLIC SERVICE ENTERPRISE GROUP INCORPORATED
Operating Earnings and Per Share Results by Subsidiary
(Unaudited)

	<i>For the Quarters Ended</i>		<i>For the Nine Months Ended</i>	
	<i>September 30,</i>		<i>September 30,</i>	
	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>
<u>Earnings Results (\$ Millions)</u>				
<i>PSEG Power</i>	\$ 339	\$ 360	\$ 936	\$ 855
<i>PSE&G</i>	87	97	253	284
<i>PSEG Energy Holdings</i>	18	25	58	104
<i>PSEG</i>	20	(5)	17	(14)
Operating Earnings	\$ 464	\$ 477	\$ 1,264	\$ 1,229
<i>Reconciling Items^(a)</i>	24	(1)	(21)	(483)
Income from Continuing Operations	\$ 488	\$ 476	\$ 1,243	\$ 746
<i>Discontinued Operations</i>	-	180	-	208
Net Income	\$ 488	\$ 656	\$ 1,243	\$ 954
Fully Diluted Average Shares Outstanding (in Millions)				
	507	508	507	509
<u>Per Share Results (Diluted)</u>				
<i>PSEG Power</i>	\$ 0.67	\$ 0.71	\$ 1.85	\$ 1.68
<i>PSE&G</i>	0.17	0.19	0.50	0.56
<i>PSEG Energy Holdings</i>	0.04	0.05	0.12	0.20
<i>PSEG</i>	0.04	(0.01)	0.03	(0.03)
Operating Earnings	\$ 0.92	\$ 0.94	\$ 2.50	\$ 2.41
<i>Reconciling Items^(a)</i>	0.04	-	(0.05)	(0.94)
Income from Continuing Operations	\$ 0.96	\$ 0.94	\$ 2.45	\$ 1.47
<i>Discontinued Operations</i>	-	0.35	-	0.41
Net Income	\$ 0.96	\$ 1.29	\$ 2.45	\$ 1.88

(a) See attachment 12 for details of items excluded from Continuing Operations to compute Operating Earnings.

Note 1:

Income from Continuing Operations includes preferred stock dividends relating to PSE&G of \$1 million for the quarters ended September 30, 2009 and 2008.

Income from Continuing Operations includes preferred stock dividends relating to PSE&G of \$3 million for the nine months ended September 30, 2009 and 2008.