

PPL CORPORATION

Capitalization & Capitalization Ratios - Year End
(Thousands of Dollars)

Line No.		2008			2009		
		Amount	Excluding Short-Term Debt	Including Short-Term Debt	Amount	Excluding Short-Term Debt	Including Short-Term Debt
1	Long-Term Debt (a)	\$ 7,815,323	55.1%	52.6%	\$ 7,112,124	52.9%	50.6%
2	Preferred & Preference Stock (b)	300,060	2.1%	2.0%	300,201	2.2%	2.1%
3	Common Equity (c)	6,058,439	42.8%	40.8%	6,025,942	44.9%	42.8%
4	Total Permanent Capital	14,173,822	<u>100.0%</u>	95.4%	13,438,267	<u>100.0%</u>	95.5%
5	Short-Term Debt	676,222		4.6%	639,117		4.5%
6	Total Capitalization	<u>\$ 14,850,044</u>		<u>100.0%</u>	<u>\$ 14,077,384</u>		<u>100.0%</u>

(a) Long-term debt includes amount due within one year.

(b) Preferred and preference stock include an adjustment for the unamortized premiums and unrecovered original issue costs on reacquired preferred and preference stock.

(c) Common equity includes an adjustment for the unamortized premiums and unrecovered original issue costs on reacquired preferred and preference stock.