Montana-Dakota Utilities Co.
DCF Rate of Return Analysis Using Dividend Discount Model (DDM)

Company	Inputs:							Output:
	Dividend Yield	2013 EPS	Zacks Growth	Long-Term Growth	Retention Ratios 2013	2017	2032	DDM (k) Return
AGL Resources Inc.	4.29%	2.55	4.00%	5.75%	0.26	0.50	0.48	8.59%
Atmos Energy Corp.	3.52%	2.45	6.10%	5.75%	0.43	0.50	0.48	8.92%
Laclede Group, Inc.	4.02%	2.85	4.20%	5.75%	0.39	0.51	0.48	8.92%
New Jersey Resurces Cor	3.69%	2.60	4.00%	5.75%	0.38	0.42	0.48	8.73%
Northwest Natural Gas Co.	4.27%	2.30	3.80%	5.75%	0.20	0.39	0.48	8.47%
Piedmont Natural Gas Co.	3.80%	1.70	4.30%	5.75%	0.28	0.27	0.48	8.57%
South Jersey Industries, In	3.32%	3.15	6.00%	5.75%	0.43	0.47	0.48	8.77%
Southwest Gas Corp.	2.92%	2.95	3.50%	5.75%	0.55	0.57	0.48	8.67%
Mean:			**4.49%**	**5.75%**	**0.37**	**0.45**		**8.70%**
Median:					**0.39**	**0.48**		**8.70%**
Std Error:								**0.16%**