

STATE OF NEW YORK  
PUBLIC SERVICE COMMISSION

CASE 07-M-0906 - Joint Petition of Iberdrola, S.A., Energy East Corporation, RGS Energy Group, Inc., Green Acquisition Capital, Inc., New York State Electric & Gas Corporation and Rochester Gas and Electric Corporation for Approval of the Acquisition of Energy East Corporation by Iberdrola, S.A.

NOTICE CONFIRMING  
INITIAL DATE OF EVIDENTIARY HEARING

(Issued March 12, 2008)

TAKE NOTICE that an evidentiary hearing in this proceeding will be held on Monday, March 17, 2008, before Administrative Law Judge Rafael A. Epstein, beginning at 10:00 a.m. in the Public Service Commission's Albany offices, Three Empire State Plaza, Third Floor Hearing Room, and continuing from day to day as necessary.

The primary purpose of the hearing is to receive and permit cross-examination of all parties' prefiled testimony and exhibits.

This hearing date was previously announced by notice issued in this proceeding February 25, 2008, which explained that the start of hearings had been postponed to March 17, 2008 to allow for settlement negotiations. The purpose of this notice is to clarify that on March 12, 2008, the deadline for an agreement in principle on a negotiated proposal to resolve the issues, the parties reported to the Administrative Law Judge that they had reached no agreement. Additionally, Staff of the Department of Public Service reported that, while Staff reserves its right to advocate a suspension of the proceedings for reasons stated in its February 5, 2008 motion (regarding the possibility of takeover attempts directed at Iberdrola, S.A.), Staff is not renewing its motion at this time and therefore does

not oppose the start of hearings on March 17, 2008.  
Accordingly, the hearing will commence on that date as  
previously scheduled.

JACLYN A. BRILLING  
Secretary