



**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES**

**PRESENTATION MATERIALS FOR
PRESS RELEASE & EARNINGS CALL**

**as of:
March 31, 2016**

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES**

**PRESENTATION MATERIALS FOR
PRESS RELEASE & EARNINGS CALL**

**as of:
March 31, 2016**

Contents

| | |
|--|----------------|
| Condensed Consolidated Statement of Cash Flow | page 3 |
| Condensed Consolidated Balance Sheet | page 4 |
| Detail of Debt and Changes in Shareholders' Equity | page 5 |
| Consolidated Income Statements - Segments | |
| Year-to-Date 2016 - GAAP Earnings | page 6 |
| Year-to-Date 2016 - Operating Earnings | page 7 |
| Year-to-Date 2016 - Difference from GAAP | page 8 |
| Year-to-Date 2015 - GAAP Earnings | page 9 |
| Year-to-Date 2015 - Operating Earnings | page 10 |
| Year-to-Date 2015 - Difference from GAAP | page 11 |
| Consolidated Income Statements - Operating Earnings | |
| Year-to-Date 2016 - Vertically Integrated Utilities | page 12 |
| Year-to-Date 2016 - Transmission & Distribution Utilities | page 13 |
| Year-to-Date 2015 - Vertically Integrated Utilities | page 14 |
| Year-to-Date 2015 - Transmission & Distribution Utilities | page 15 |

AMERICAN ELECTRIC POWER
Condensed Consolidated Statement of Cash Flows
Preliminary, unaudited results
March 31, 2016

| | Year-to-Date | |
|---|------------------|------------------|
| | 2016 | 2015 |
| (\$ millions) | | |
| Operating Activities | | |
| Net Income -- Reported | \$ 503.1 | \$ 630.7 |
| Discontinued Operations | - | 10.5 |
| Continuing Earnings | 503.1 | 620.2 |
| Depreciation, Amortization & Deferred Taxes | 830.3 | 734.2 |
| Changes in Mark-to-Market | 20.9 | (21.0) |
| Over/Under Fuel Recovery | 10.6 | 3.4 |
| Changes in Components of Working Capital | (501.1) | (18.4) |
| Other Assets & Liabilities | (63.9) | (60.7) |
| Cash Flow from Operations | 799.9 | 1,257.7 |
| Investing Activities | | |
| Capital Expenditures | (1,203.5) | (1,077.0) |
| Proceeds on Sale of Assets | 5.0 | 4.6 |
| Change in Other Temporary Investments, Net | 108.5 | 75.5 |
| Acquisition of Assets | (2.0) | (1.5) |
| Acquisition of Nuclear Fuel | (45.5) | (51.8) |
| Other Investing (net) | (0.8) | 29.3 |
| Cash (Used) by Investing Activities | (1,138.3) | (1,020.9) |
| Financing Activities | | |
| Common Shares Issued/(Retired), net | 12.0 | 30.4 |
| Long-term Debt Issuances/(Retirements) | 202.7 | 535.0 |
| Short-term Debt Increase/(Decrease), net | 421.0 | (491.0) |
| Other Financing | (6.2) | (22.7) |
| Dividends Paid | (277.1) | (261.0) |
| Cash From/(Used for) Financing | 352.4 | (209.3) |
| Discontinued Operations | | |
| Net Cash from Discontinued Operations | - | 0.4 |
| Net Increase (Decrease) in Cash and Cash Equivalents | \$ 14.0 | \$ 27.9 |
| Beginning Cash & Cash Equivalent Balances | 176.4 | 162.5 |
| Ending Cash & Cash Equivalent Balances | 190.4 | 190.0 |
| (1) Changes in Components of Working Capital | | |
| Fuel Inventories | (95.4) | 132.1 |
| Accounts Receivable/Payable, net | (45.2) | 43.5 |
| Accrued Taxes | (169.2) | 33.5 |
| Interest Accrued | 10.6 | (11.5) |
| Customer Deposits | 11.4 | 10.7 |
| Margin Deposits | 26.0 | (33.6) |
| Other | (239.3) | (193.1) |
| | (501.1) | (18.4) |
| (2) Other Assets / Liabilities | | |
| Carrying Costs | (3.9) | (8.4) |
| AFUDC Equity | (31.7) | (29.7) |
| Deferral of Ohio Capacity Costs, net | 35.1 | (6.6) |
| Gain on Sale of Assets | - | - |
| Other Non-Current Assets & Liabilities | (63.4) | (16.0) |
| | (63.9) | (60.7) |

AMERICAN ELECTRIC POWER
Condensed Consolidated Balance Sheet
Preliminary, unaudited results

| (\$ millions) | 3/31/2016 | 12/31/2015 |
|--|-------------|-------------|
| Assets | | |
| Cash and Cash Equivalents | \$ 190.4 | \$ 176.4 |
| Other Cash Deposits | 264.5 | 386.8 |
| Accounts Receivable | 1,650.0 | 1,640.5 |
| Risk Management Assets | 143.8 | 134.4 |
| Other Current Assets | 1,897.6 | 1,734.3 |
| Total Current Assets | 4,146.3 | 4,072.4 |
| Property, Plant & Equipment | 66,430.2 | 65,481.4 |
| Accumulated Depreciation and Amortization | (19,597.3) | (19,348.2) |
| Net Property, Plant & Equipment | 46,832.9 | 46,133.2 |
| Long-term Risk Management Assets | 328.9 | 321.8 |
| Regulatory Assets | 5,109.5 | 5,140.3 |
| Prepaid Pension Obligation | 202.3 | 193.4 |
| Other Non-Current Assets | 5,866.6 | 5,822.0 |
| Total Assets | \$ 62,486.5 | \$ 61,683.1 |
| Capitalization & Liabilities | | |
| Accounts Payable | \$ 1,219.5 | \$ 1,418.0 |
| Short-term Debt - General | 502 | 125 |
| Securitized Debt for Receivables - AEP Credit | 719.0 | 675.0 |
| Long-term Debt Due Within One Year | 2,033.3 | 1,831.8 |
| Risk Management Liabilities | 104.3 | 87.1 |
| Other Current Liabilities | 2,643.8 | 2,971.6 |
| Total Current Liabilities | 7,221.9 | 7,108.5 |
| Long-term Debt | 17,749.3 | 17,740.9 |
| Long-term Risk Management Liabilities | 207.6 | 179.1 |
| Deferred Income Taxes | 12,133.8 | 11,733.2 |
| Regulatory Liabilities and Deferred Investment Tax Credits | 3,765.2 | 3,736.1 |
| Other Non-Current Liabilities | 3,267.0 | 3,280.4 |
| Total Liabilities | 44,344.8 | 43,778.2 |
| Equity - Noncontrolling Interests | 15.2 | 13.2 |
| AEP Common Shareholders' Equity | 18,126.5 | 17,891.7 |
| Total Capitalization & Liabilities | \$ 62,486.5 | \$ 61,683.1 |

AMERICAN ELECTRIC POWER
Detail of Debt and Changes in Shareholders' Equity
Preliminary, unaudited results

| (\$ millions) | 3/31/2016 | 12/31/2015 |
|--|--------------------|--------------------|
| Long-term Debt | | |
| Installment Purchase Contracts | \$ 1,794.7 | \$ 1,794.7 |
| Notes Payable | 233.6 | 264.7 |
| Senior Unsecured Notes | 14,121.9 | 13,722.0 |
| Securitization Bonds | 1,876.5 | 2,038.4 |
| Long-term DOE Obligation | 265.7 | 265.6 |
| Other Long-term Debt | 1,520.6 | 1,517.1 |
| Unamortized Discount | (30.4) | (29.8) |
| Total | 19,782.6 | 19,572.7 |
| Short-term Debt | | |
| General | 502.0 | 125.0 |
| Securitized Debt for Receivables - AEP Credit | 719.0 | 675.0 |
| | 1,221.0 | 800.0 |
| Total Balance Sheet Debt | \$ 21,003.6 | \$ 20,372.7 |
| Equity - Noncontrolling Interests | | |
| Equity - Noncontrolling Interests | 15.2 | 13.2 |
| Common Shareholders' Equity | | |
| Opening Balance | \$ 17,891.7 | \$ 16,820.0 |
| Earnings Attributable to AEP Common Shareholders | 501.2 | 2,047.1 |
| Common Stock Dividends Paid | (275.3) | (1,055.4) |
| Changes in Other Comprehensive Income | (6.7) | (24.0) |
| Other Changes | 15.6 | 104.0 |
| Ending Balance | \$ 18,126.5 | \$ 17,891.7 |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

**YTD Mar 2016
Preliminary, unaudited results**

(in millions)

GAAP Earnings

| | Vertical Int Utilities | Trans & Dist Utilities | AEP Transmission Holdco | Generation & Marketing | Corp & Other | Eliminations | Total AEP |
|---|---------------------------|---------------------------|-------------------------------|---------------------------|---------------|---------------|-----------------|
| Gross Margin | | | | | | | |
| Total Revenues | \$ 2,245.6 | \$ 1,096.8 | \$ 88.6 | \$ 748.0 | \$ 24.4 | \$ (158.5) | \$ 4,044.9 |
| Fuel & Other Consumables Used for Electric Generation | 442.5 | 3.5 | - | 206.5 | - | 23.1 | 675.6 |
| Purchased Gas & Energy for Resale, and Other | 299.5 | 269.2 | - | 273.0 | - | (110.3) | 731.4 |
| TOTAL | 1,503.6 | 824.1 | 88.6 | 268.5 | 24.4 | (71.3) | 2,637.9 |
| EXPENSES | | | | | | | |
| Maintenance and Other Operation | 629.6 | 324.4 | 11.7 | 93.6 | 14.6 | (80.1) | 993.8 |
| Depreciation and Amortization | 266.8 | 156.3 | 15.5 | 48.7 | - | 9.8 | 497.1 |
| Taxes Other Than Income Taxes | 97.9 | 123.3 | 21.2 | 9.9 | - | 1.8 | 254.1 |
| TOTAL | 994.3 | 604.0 | 48.4 | 152.2 | 14.6 | (68.5) | 1,745.0 |
| OPERATING INCOME | 509.3 | 220.1 | 40.2 | 116.3 | 9.8 | (2.8) | 892.9 |
| Interest Income | 2.8 | 4.1 | - | 0.5 | 3.4 | (4.8) | 6.0 |
| AFUDC | 14.8 | 4.3 | 12.4 | 0.2 | - | - | 31.7 |
| Investment Value Losses | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - |
| Interest Expense | (127.3) | (67.2) | (11.8) | (9.0) | (9.3) | 7.6 | (217.0) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 399.6 | 161.3 | 40.8 | 108.0 | 3.9 | - | 713.6 |
| Income Taxes | 121.9 | 53.3 | 20.4 | 37.3 | 2.6 | - | 235.5 |
| Equity Earnings | 1.0 | - | 24.3 | - | (0.3) | - | 25.0 |
| NET INCOME | 278.7 | 108.0 | 44.7 | 70.7 | 1.0 | - | 503.1 |
| Net Income - Noncontrolling Interests | 1.1 | - | 0.8 | - | - | - | 1.9 |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - |
| EARNINGS ATTRIBUTABLE TO AEP COMMON SHAREHOLDERS | \$ 277.6 | \$ 108.0 | \$ 43.9 | \$ 70.7 | \$ 1.0 | \$ - | \$ 501.2 |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

**YTD Mar 2016
Preliminary, unaudited results**

(in millions, except EPS)

Operating Earnings

| | Vertical Int Utilities | Trans & Dist Utilities | AEP Transmission Holdco | Generation & Marketing | Corp & Other | Eliminations | Total AEP |
|---|---------------------------|---------------------------|-------------------------------|---------------------------|---------------|---------------|-----------------|
| Gross Margin | | | | | | | |
| Total Revenues | \$ 2,245.6 | \$ 1,096.8 | \$ 88.6 | \$ 748.0 | \$ 24.4 | \$ (158.5) | \$ 4,044.9 |
| Fuel & Other Consumables Used for Electric Generation | 442.5 | 3.5 | - | 206.5 | - | 23.1 | 675.6 |
| Purchased Gas & Energy for Resale, and Other | 299.5 | 269.2 | - | 273.0 | - | (110.3) | 731.4 |
| TOTAL | 1,503.6 | 824.1 | 88.6 | 268.5 | 24.4 | (71.3) | 2,637.9 |
| EXPENSES | | | | | | | |
| Maintenance and Other Operation | 629.6 | 324.4 | 11.7 | 93.6 | 14.6 | (80.1) | 993.8 |
| Depreciation and Amortization | 266.8 | 156.3 | 15.5 | 48.7 | - | 9.8 | 497.1 |
| Taxes Other Than Income Taxes | 97.9 | 123.3 | 21.2 | 9.9 | - | 1.8 | 254.1 |
| TOTAL | 994.3 | 604.0 | 48.4 | 152.2 | 14.6 | (68.5) | 1,745.0 |
| OPERATING INCOME | 509.3 | 220.1 | 40.2 | 116.3 | 9.8 | (2.8) | 892.9 |
| Interest Income | 2.8 | 4.1 | - | 0.5 | 3.4 | (4.8) | 6.0 |
| AFUDC | 14.8 | 4.3 | 12.4 | 0.2 | - | - | 31.7 |
| Investment Value Losses | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - |
| Interest Expense | (127.3) | (67.2) | (11.8) | (9.0) | (9.3) | 7.6 | (217.0) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 399.6 | 161.3 | 40.8 | 108.0 | 3.9 | - | 713.6 |
| Income Taxes | 121.9 | 53.3 | 20.4 | 37.3 | 2.6 | - | 235.5 |
| Equity Earnings | 1.0 | - | 24.3 | - | (0.3) | - | 25.0 |
| NET INCOME | 278.7 | 108.0 | 44.7 | 70.7 | 1.0 | - | 503.1 |
| Net Income - Noncontrolling Interests | 1.1 | - | 0.8 | - | - | - | 1.9 |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - |
| OPERATING EARNINGS | \$ 277.6 | \$ 108.0 | \$ 43.9 | \$ 70.7 | \$ 1.0 | \$ - | \$ 501.2 |
| OPERATING EARNINGS PER SHARE | 0.57 | 0.22 | 0.09 | 0.14 | - | - | 1.02 |
| Based on Average Shares of: | 491 million | | | | | | |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

**YTD Mar 2016
Preliminary, unaudited results**

(in millions)

Differences between GAAP and Operating Earnings

| | Vertical Int Utilities | Trans & Dist Utilities | AEP Transmission Holdco | Generation & Marketing | Corp & Other | Eliminations | Total AEP |
|---|---------------------------|---------------------------|-------------------------------|---------------------------|--------------|--------------|-------------|
| Gross Margin | | | | | | | |
| Total Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Fuel & Other Consumables Used for Electric Generation | - | - | - | - | - | - | - |
| Purchased Gas & Energy for Resale, and Other | - | - | - | - | - | - | - |
| TOTAL | - | - | - | - | - | - | - |
| EXPENSES | | | | | | | |
| Maintenance and Other Operation | - | - | - | - | - | - | - |
| Depreciation and Amortization | - | - | - | - | - | - | - |
| Taxes Other Than Income Taxes | - | - | - | - | - | - | - |
| TOTAL | - | - | - | - | - | - | - |
| OPERATING INCOME | - | - | - | - | - | - | - |
| Interest Income | - | - | - | - | - | - | - |
| AFUDC | - | - | - | - | - | - | - |
| Investment Value Losses | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - |
| Interest Expense | - | - | - | - | - | - | - |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | - | - | - | - | - | - | - |
| Income Taxes | - | - | - | - | - | - | - |
| Equity Earnings | - | - | - | - | - | - | - |
| NET INCOME | - | - | - | - | - | - | - |
| Net Income - Noncontrolling Interests | - | - | - | - | - | - | - |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - |
| Earnings Variance | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Mark-to-Market Impact of Economic Hedging Activities | - | - | - | - | - | - | - |
| x | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

**YTD Mar 2015
Preliminary, unaudited results**

(in millions)

GAAP Earnings

| | Vertical Int Utilities | Trans & Dist Utilities | AEP Transmission Holdco | Generation & Marketing | Corp & Other | Eliminations | Total AEP |
|--|---------------------------|---------------------------|-------------------------------|---------------------------|---------------|---------------|-----------------|
| Gross Margin | | | | | | | |
| Total Revenues | \$ 2,505.1 | \$ 1,270.1 | \$ 57.9 | \$ 1,170.5 | \$ 26.1 | \$ (449.3) | \$ 4,580.4 |
| Fuel & Other Consumables Used for Electric Generation | 694.7 | 8.1 | - | 370.7 | - | (2.3) | 1,071.2 |
| Purchased Gas & Energy for Resale, and Other | 288.5 | 444.1 | - | 345.3 | - | (359.5) | 718.4 |
| TOTAL | 1,521.9 | 817.9 | 57.9 | 454.5 | 26.1 | (87.5) | 2,790.8 |
| EXPENSES | | | | | | | |
| Maintenance and Other Operation | 575.4 | 319.3 | 7.8 | 100.0 | 26.0 | (81.6) | 946.9 |
| Depreciation and Amortization | 272.2 | 167.7 | 9.1 | 50.1 | - | (3.7) | 495.4 |
| Taxes Other Than Income Taxes | 96.9 | 122.2 | 16.2 | 9.1 | 0.4 | 0.9 | 245.7 |
| TOTAL | 944.5 | 609.2 | 33.1 | 159.2 | 26.4 | (84.4) | 1,688.0 |
| OPERATING INCOME | 577.4 | 208.7 | 24.8 | 295.3 | (0.3) | (3.1) | 1,102.8 |
| Interest Income | 2.4 | 8.4 | 0.1 | 1.0 | 2.5 | (4.6) | 9.8 |
| AFUDC | 14.1 | 3.7 | 11.9 | - | - | - | 29.7 |
| Investment Value Losses | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - |
| Interest Expense | (130.6) | (69.6) | (8.6) | (10.5) | (7.1) | 7.7 | (218.7) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 463.3 | 151.2 | 28.2 | 285.8 | (4.9) | - | 923.6 |
| Income Taxes | 163.6 | 54.0 | 13.7 | 98.4 | (2.5) | - | 327.2 |
| Equity Earnings | 0.6 | - | 21.8 | - | 1.4 | - | 23.8 |
| INCOME BEFORE DISCONTINUED OPERATIONS AND CUMULATIVE EFFECT | 300.3 | 97.2 | 36.3 | 187.4 | (1.0) | - | 620.2 |
| DISCONTINUED OPERATIONS (Net of Tax) | - | - | - | - | 10.5 | - | 10.5 |
| NET INCOME | 300.3 | 97.2 | 36.3 | 187.4 | 9.5 | - | 630.7 |
| Net Income - Noncontrolling Interests | 1.0 | - | 0.5 | - | - | - | 1.5 |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - |
| EARNINGS ATTRIBUTABLE TO AEP COMMON SHAREHOLDERS | \$ 299.3 | \$ 97.2 | \$ 35.8 | \$ 187.4 | \$ 9.5 | \$ - | \$ 629.2 |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

**YTD Mar 2015
Preliminary, unaudited results**

(in millions)

Operating Earnings

| | Vertical Int Utilities | Trans & Dist Utilities | AEP Transmission Holdco | Generation & Marketing | Corp & Other | Eliminations | Total AEP |
|--|---------------------------|---------------------------|-------------------------------|---------------------------|---------------|---------------|-----------------|
| Gross Margin | | | | | | | |
| Total Revenues | \$ 2,505.1 | \$ 1,270.1 | \$ 57.9 | \$ 1,163.7 | \$ 165.0 | \$ (460.5) | \$ 4,701.3 |
| Fuel & Other Consumables Used for Electric Generation | 694.7 | 8.1 | - | 370.7 | - | (2.3) | 1,071.2 |
| Purchased Gas & Energy for Resale, and Other | 288.5 | 444.1 | - | 345.3 | - | (359.5) | 718.4 |
| TOTAL | 1,521.9 | 817.9 | 57.9 | 447.7 | 165.0 | (98.7) | 2,911.7 |
| EXPENSES | | | | | | | |
| Maintenance and Other Operation | 575.4 | 319.3 | 7.8 | 100.0 | 130.6 | (92.9) | 1,040.2 |
| Depreciation and Amortization | 272.2 | 167.7 | 9.1 | 50.1 | 9.2 | (3.7) | 504.6 |
| Taxes Other Than Income Taxes | 96.9 | 122.2 | 16.2 | 9.1 | 4.4 | 0.9 | 249.7 |
| TOTAL | 944.5 | 609.2 | 33.1 | 159.2 | 144.2 | (95.7) | 1,794.5 |
| OPERATING INCOME | 577.4 | 208.7 | 24.8 | 288.5 | 20.8 | (3.0) | 1,117.2 |
| Interest Income | 2.4 | 8.4 | 0.1 | 1.0 | 2.6 | (4.7) | 9.8 |
| AFUDC | 14.1 | 3.7 | 11.9 | - | - | - | 29.7 |
| Investment Value Losses | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - |
| Interest Expense | (130.6) | (69.6) | (8.6) | (10.5) | (11.5) | 7.7 | (223.1) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 463.3 | 151.2 | 28.2 | 279.0 | 11.9 | - | 933.6 |
| Income Taxes | 163.6 | 54.0 | 13.7 | 96.0 | 3.8 | - | 331.1 |
| Equity Earnings | 0.6 | - | 21.8 | - | 1.4 | - | 23.8 |
| INCOME BEFORE DISCONTINUED OPERATIONS AND CUMULATIVE EFFECT | 300.3 | 97.2 | 36.3 | 183.0 | 9.5 | - | 626.3 |
| DISCONTINUED OPERATIONS (Net of Tax) | - | - | - | - | - | - | - |
| NET INCOME | 300.3 | 97.2 | 36.3 | 183.0 | 9.5 | - | 626.3 |
| Net Income - Noncontrolling Interests | 1.0 | - | 0.5 | - | - | - | 1.5 |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - |
| OPERATING EARNINGS | \$ 299.3 | \$ 97.2 | \$ 35.8 | \$ 183.0 | \$ 9.5 | \$ - | \$ 624.8 |
| OPERATING EARNINGS PER SHARE | 0.61 | 0.20 | 0.07 | 0.38 | 0.02 | - | 1.28 |
| Based on Average Shares of: | 490 million | | | | | | |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

**YTD Mar 2015
Preliminary, unaudited results**

(in millions)

Differences between GAAP and Operating Earnings

| | Vertical Int Utilities | Trans & Dist Utilities | AEP Transmission Holdco | Generation & Marketing | Corp & Other | Eliminations | Total AEP |
|---|---------------------------|---------------------------|-------------------------------|---------------------------|----------------|--------------|----------------|
| Gross Margin | | | | | | | |
| Total Revenues | \$ - | \$ - | \$ - | \$ 6.8 | \$ (138.9) | \$ 11.2 | \$ (120.9) |
| Fuel & Other Consumables Used for Electric Generation | - | - | - | - | - | - | - |
| Purchased Gas & Energy for Resale, and Other | - | - | - | - | - | - | - |
| TOTAL | - | - | - | 6.8 | (138.9) | 11.2 | (120.9) |
| EXPENSES | | | | | | | |
| Maintenance and Other Operation | - | - | - | - | (104.6) | 11.3 | (93.3) |
| Depreciation and Amortization | - | - | - | - | (9.2) | - | (9.2) |
| Taxes Other Than Income Taxes | - | - | - | - | (4.0) | - | (4.0) |
| TOTAL | - | - | - | - | (117.8) | 11.3 | (106.5) |
| OPERATING INCOME | - | - | - | 6.8 | (21.1) | (0.1) | (14.4) |
| Interest Income | - | - | - | - | (0.1) | 0.1 | - |
| AFUDC | - | - | - | - | - | - | - |
| Investment Value Losses | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - |
| Interest Expense | - | - | - | - | 4.4 | - | 4.4 |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | - | - | - | 6.8 | (16.8) | - | (10.0) |
| Income Taxes | - | - | - | 2.4 | (6.3) | - | (3.9) |
| Equity Earnings | - | - | - | - | - | - | - |
| INCOME BEFORE DISCONTINUED OPERATIONS AND CUMULATIVE EFFECT | - | - | - | 4.4 | (10.5) | - | (6.1) |
| DISCONTINUED OPERATIONS (Net of Tax) | - | - | - | - | 10.5 | - | 10.5 |
| NET INCOME | - | - | - | 4.4 | - | - | 4.4 |
| Net Income - Noncontrolling Interests | - | - | - | - | - | - | - |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - |
| Earnings Variance | \$ - | \$ - | \$ - | \$ 4.4 | \$ - | \$ - | \$ 4.4 |
| Mark-to-Market Impact of Economic Hedging Activities; \$6.8 million in Revenues, net of Taxes | - | - | - | 4.4 | - | - | 4.4 |
| x | - | - | - | - | - | - | - |
| | - | - | - | 4.4 | - | - | 4.4 |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

YTD Mar 2016
Preliminary, unaudited results

(in millions)

| Operating Earnings | Appalachian Power Company | Wheeling Power Company | AEP Generating | I&M Power Company | Kentucky Power | Kingsport Power | Public Service Co - Oklahoma | Southwestern Electric Power Co. | Eliminations | Vertical Int Utilities |
|---|--------------------------------------|-----------------------------------|-----------------------|----------------------------------|-----------------------|----------------------------|---|--|---------------------|-----------------------------------|
| Gross Margin | 561.1 | 41.4 | 45.6 | 368.5 | 105.6 | 6.8 | 165.5 | 229.0 | (19.9) | 1,503.6 |
| EXPENSES | | | | | | | | | | |
| Maintenance and Other Operation | 189.9 | 13.7 | 29.1 | 182.3 | 37.7 | 2.6 | 84.7 | 108.3 | (18.7) | 629.6 |
| Depreciation and Amortization | 95.4 | 9.6 | 9.2 | 47.1 | 21.1 | 1.6 | 35.3 | 47.5 | - | 266.8 |
| Taxes Other Than Income Taxes | 31.3 | 3.4 | 1.0 | 23.2 | 5.8 | 1.7 | 9.6 | 21.9 | - | 97.9 |
| TOTAL | 316.6 | 26.7 | 39.3 | 252.6 | 64.6 | 5.9 | 129.6 | 177.7 | (18.7) | 994.3 |
| OPERATING INCOME | 244.5 | 14.7 | 6.3 | 115.9 | 41.0 | 0.9 | 35.9 | 51.3 | (1.2) | 509.3 |
| Interest Income | (0.6) | - | - | 3.2 | (0.1) | - | 0.2 | - | 0.1 | 2.8 |
| AFUDC | 2.3 | - | - | 2.3 | 0.4 | - | 2.3 | 7.5 | - | 14.8 |
| Investment Value Losses | - | - | - | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - | - | - | - |
| Interest Expense | (47.0) | (2.9) | (0.7) | (22.6) | (11.2) | (0.4) | (14.5) | (27.9) | (0.1) | (127.3) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 199.2 | 11.8 | 5.6 | 98.8 | 30.1 | 0.5 | 23.9 | 30.9 | (1.2) | 399.6 |
| Income Taxes | 72.9 | 4.1 | 1.2 | 24.1 | 10.3 | 0.1 | 8.2 | 7.4 | (6.4) | 121.9 |
| Equity Earnings | - | - | - | - | - | - | - | 1.0 | - | 1.0 |
| NET INCOME | 126.3 | 7.7 | 4.4 | 74.7 | 19.8 | 0.4 | 15.7 | 24.5 | 5.2 | 278.7 |
| Net Income - Noncontrolling Interests | - | - | - | - | - | - | - | 1.1 | - | 1.1 |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - | - | - | - |
| OPERATING EARNINGS | \$ 126.3 | \$ 7.7 | \$ 4.4 | \$ 74.7 | \$ 19.8 | \$ 0.4 | \$ 15.7 | \$ 23.4 | \$ 5.2 | \$ 277.6 |
| GAAP / Reported Earnings | 126.3 | 7.7 | 4.4 | 74.7 | 19.8 | 0.4 | 15.7 | 23.4 | 5.2 | 277.6 |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

YTD Mar 2016
Preliminary, unaudited results

(in millions)

| Operating Earnings | Ohio Power | AEP Texas Central | AEP Texas North | Eliminations | Trans & Dist Utilities |
|---|-------------------|--------------------------|------------------------|---------------------|-----------------------------------|
| Gross Margin | 494.4 | 263.4 | 68.1 | (1.8) | 824.1 |
| EXPENSES | | | | | |
| Maintenance and Other Operation | 201.7 | 94.2 | 30.8 | (2.3) | 324.4 |
| Depreciation and Amortization | 61.3 | 81.8 | 13.2 | - | 156.3 |
| Taxes Other Than Income Taxes | 97.4 | 20.9 | 5.0 | - | 123.3 |
| TOTAL | 360.4 | 196.9 | 49.0 | (2.3) | 604.0 |
| OPERATING INCOME | 134.0 | 66.5 | 19.1 | 0.5 | 220.1 |
| Interest Income | 3.4 | 0.3 | 0.4 | - | 4.1 |
| AFUDC | 1.7 | 2.1 | 0.5 | - | 4.3 |
| Investment Value Losses | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - |
| Interest Expense | (31.4) | (30.1) | (5.7) | - | (67.2) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 107.7 | 38.8 | 14.3 | 0.5 | 161.3 |
| Income Taxes | 37.5 | 11.5 | 3.9 | 0.4 | 53.3 |
| Equity Earnings | - | - | - | - | - |
| NET INCOME | 70.2 | 27.3 | 10.4 | 0.1 | 108.0 |
| Net Income - Noncontrolling Interests | - | - | - | - | - |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - |
| OPERATING EARNINGS | \$ 70.2 | \$ 27.3 | \$ 10.4 | \$ 0.1 | \$ 108.0 |
| | | | | | |
| GAAP / Reported Earnings | 70.2 | 27.3 | 10.4 | 0.1 | 108.0 |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

YTD Mar 2015
Preliminary, unaudited results

(in millions)

| Operating Earnings | Appalachian Power Company | Wheeling Power Company | AEP Generating | I&M Power Company | Kentucky Power | Kingsport Power | Public Service Co - Oklahoma | Southwestern Electric Power Co. | Eliminations | Vertical Int Utilities |
|---|--------------------------------------|-----------------------------------|-----------------------|----------------------------------|-----------------------|----------------------------|---|--|---------------------|-----------------------------------|
| Gross Margin | 563.1 | 42.9 | 47.4 | 375.5 | 96.8 | 5.2 | 155.7 | 254.0 | (18.7) | 1,521.9 |
| EXPENSES | | | | | | | | | | |
| Maintenance and Other Operation | 158.5 | 12.8 | 33.9 | 176.1 | 38.6 | 2.3 | 81.9 | 93.0 | (21.7) | 575.4 |
| Depreciation and Amortization | 100.1 | 9.0 | 8.0 | 51.4 | 24.7 | 1.4 | 29.5 | 47.0 | 1.1 | 272.2 |
| Taxes Other Than Income Taxes | 31.0 | 3.4 | 0.9 | 23.4 | 5.6 | 1.6 | 9.3 | 21.7 | - | 96.9 |
| TOTAL | 289.6 | 25.2 | 42.8 | 250.9 | 68.9 | 5.3 | 120.7 | 161.7 | (20.6) | 944.5 |
| OPERATING INCOME | 273.5 | 17.7 | 4.6 | 124.6 | 27.9 | (0.1) | 35.0 | 92.3 | 1.9 | 577.4 |
| Interest Income | 0.7 | - | - | 1.7 | - | - | - | - | - | 2.4 |
| AFUDC | 3.0 | - | 0.5 | 4.0 | 0.1 | - | 1.3 | 5.2 | - | 14.1 |
| Investment Value Losses | - | - | - | - | - | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - | - | - | - | - | - |
| Interest Expense | (50.3) | (0.9) | (0.5) | (22.8) | (11.0) | (0.3) | (14.6) | (30.2) | - | (130.6) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 226.9 | 16.8 | 4.6 | 107.5 | 17.0 | (0.4) | 21.7 | 67.3 | 1.9 | 463.3 |
| Income Taxes | 85.1 | 5.0 | 1.8 | 34.8 | 6.0 | (0.1) | 8.0 | 21.2 | 1.8 | 163.6 |
| Equity Earnings | - | - | - | - | - | - | - | 0.6 | - | 0.6 |
| NET INCOME | 141.8 | 11.8 | 2.8 | 72.7 | 11.0 | (0.3) | 13.7 | 46.7 | 0.1 | 300.3 |
| Net Income - Noncontrolling Interests | - | - | - | - | - | - | - | 1.0 | - | 1.0 |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - | - | - | - | - | - |
| OPERATING EARNINGS | \$ 141.8 | \$ 11.8 | \$ 2.8 | \$ 72.7 | \$ 11.0 | \$ (0.3) | \$ 13.7 | \$ 45.7 | \$ 0.1 | \$ 299.3 |
| x | | | | | | | | | | |
| x | | | | | | | | | | |
| GAAP / Reported Earnings | 141.8 | 11.8 | 2.8 | 72.7 | 11.0 | (0.3) | 13.7 | 45.7 | 0.1 | 299.3 |

**AMERICAN ELECTRIC POWER COMPANY, INC.
AND SUBSIDIARY COMPANIES
CONSOLIDATED STATEMENTS OF OPERATIONS**

YTD Mar 2015
Preliminary, unaudited results

(in millions)

| Operating Earnings | Ohio Power | AEP Texas Central | AEP Texas North | Eliminations | Trans & Dist Utilities |
|---|-------------------|--------------------------|------------------------|---------------------|-----------------------------------|
| Gross Margin | 474.3 | 273.7 | 71.2 | (1.3) | 817.9 |
| EXPENSES | | | | | |
| Maintenance and Other Operation | 194.4 | 93.0 | 34.1 | (2.2) | 319.3 |
| Depreciation and Amortization | 59.2 | 94.0 | 14.5 | - | 167.7 |
| Taxes Other Than Income Taxes | 97.8 | 19.6 | 4.8 | - | 122.2 |
| TOTAL | 351.4 | 206.6 | 53.4 | (2.2) | 609.2 |
| OPERATING INCOME | 122.9 | 67.1 | 17.8 | 0.9 | 208.7 |
| Interest Income | 8.4 | - | 0.1 | (0.1) | 8.4 |
| AFUDC | 2.4 | 1.3 | - | - | 3.7 |
| Investment Value Losses | - | - | - | - | - |
| Gain/(Loss) on Sale of Equity Investments | - | - | - | - | - |
| Interest Expense | (32.4) | (32.2) | (4.9) | (0.1) | (69.6) |
| INCOME BEFORE INCOME TAXES & EQUITY EARNINGS | 101.3 | 36.2 | 13.0 | 0.7 | 151.2 |
| Income Taxes | 35.9 | 13.4 | 4.5 | 0.2 | 54.0 |
| Equity Earnings | - | - | - | - | - |
| NET INCOME | 65.4 | 22.8 | 8.5 | 0.5 | 97.2 |
| Net Income - Noncontrolling Interests | - | - | - | - | - |
| Preferred Stock Dividend Requirements of Subsidiaries | - | - | - | - | - |
| OPERATING EARNINGS | \$ 65.4 | \$ 22.8 | \$ 8.5 | \$ 0.5 | \$ 97.2 |
| | | | | | |
| GAAP / Reported Earnings | 65.4 | 22.8 | 8.5 | 0.5 | 97.2 |