

POTOMAC ELECTRIC POWER COMPANY
Pepco Distribution System Investment <1>
At December 31, 2001 thru 2016

(Dollar Amounts in Thousands)

Year	Gross	Accumulated Depreciation	Net
2001	\$ 3,171,257	1,221,385	1,949,872
2002	\$ 3,322,857	1,314,577	2,008,280
2003	\$ 3,462,153	1,379,228	2,082,925
2004	\$ 3,501,221	1,496,468	2,004,753
2005	\$ 3,659,262	1,606,839	2,052,423
2006	\$ 3,823,872	1,726,714	2,097,158
2007	\$ 3,914,916	1,739,458 <4>	2,175,458
2008	\$ 4,200,363	1,831,685	2,368,678
2009	\$ 4,385,774	1,917,276 <2>	2,468,498
2010	\$ 4,540,871 <3>	2,017,102 <2>	2,523,769
2011	\$ 4,660,602	2,123,710 <2>	2,536,892
2012	\$ 4,948,685	2,164,718 <2>	2,783,967
2013	\$ 5,292,856	2,207,661	3,085,195
2014	\$ 5,667,963	2,261,550	3,406,413
2015	\$ 5,996,032	2,324,521	3,671,511
2016	\$ 6,268,179	2,305,278	3,962,901

<1> Includes Property Under Capital Leases and Asset Retirement Obligations

<2> For years 2009-2012, cost of removal amounts were inadvertently excluded from accumulated depreciation balances. These amounts are included in accumulated depreciation for regulatory reporting but are reflected as regulatory liabilities for GAAP reporting.

<3> In 2010, \$284,000 of ARO Assets (General Plant) was inadvertently included in this gross distribution plant balance. Balance has been adjusted to exclude this amount. ARO accumulated depreciation was NOT reflected in the accumulated depreciation balance for 2010: hence, no adjustment other than that explained in <2> above is needed for accumulated depreciation for 2010.

<4> This amount was adjusted to include cost of removal incurred.