

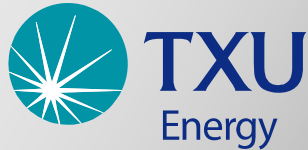


Luminant

Building The Next Wave Of Energy Infrastructure In ERCOT

**David Campbell, CEO
November 17, 2008**

Luminant Is Part Of The Restructured And Renamed TXU Corp., The Largest Power Company In Texas



- Largest retail electricity provider in Texas
- 15 consecutive months of residential customer growth



Luminant

- 2nd largest competitive electric generator in US
- Largest lignite/coal and nuclear baseload generation fleet in Texas
- Low-cost lignite



- Largest T&D utility in Texas
- High-growth service territory
- Constructive regulatory conditions



TXU Became Energy Future Holdings Following A Private Equity Transaction In 2007



KKR



TPG



Goldman
Sachs

The new owners have implemented several major changes, including:

Termination of 8 previously planned new coal units

\$150 million, 5-year commitment to low-income customer assistance

15% retail price cut for approximately 1 million customers

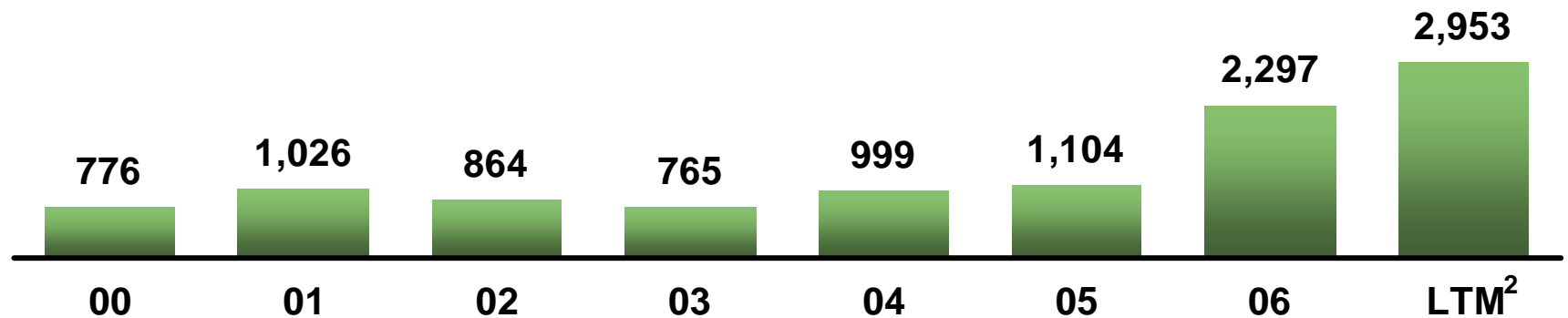
Price protection through 2008 for those customers

Ring-fenced, separately managed T&D utility (Oncor)

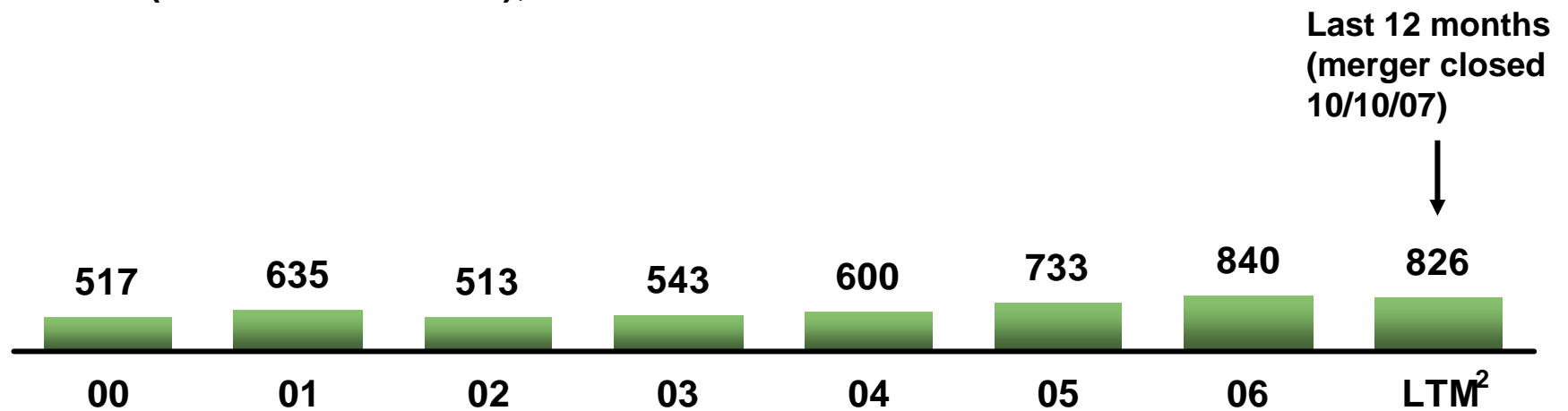
Stronger environmental policies (merger supported by EDF and NRDC)

Capital Expenditures Have Reached Recent Historical Highs Since The Transaction...

EFH historical capital expenditures¹
00-LTM (last twelve months); \$ millions



Oncor historical capital expenditures
00-LTM (last twelve months); \$ millions



¹ 2000 data based on capex from TU Electric. For 2001 through 2008, it contains all of EFH Corp. excluding discontinued operations. It includes nuclear fuel and for 2007 purchase of certain mining related assets presented separately in the cash flow statement. All amounts are directly from the Cash Flow Statements.

² Last twelve months as of 9/30/08.

Source: EFH and Oncor financial statements (10K, 10Q)

...Driven By Investments In New Generation And T&D Infrastructure



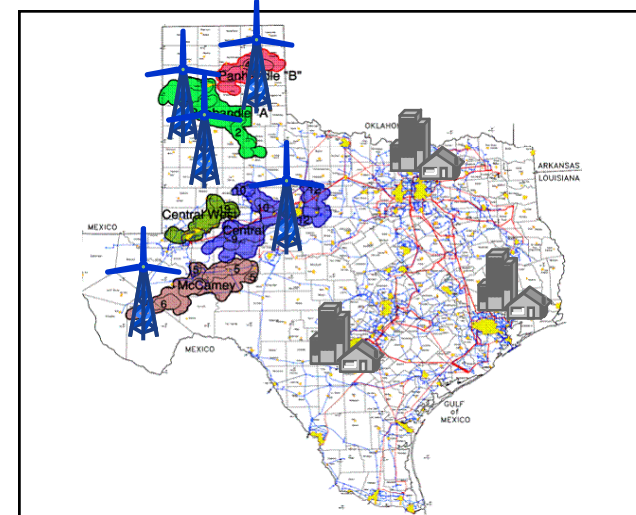
Luminant is constructing 2,200 MW of new baseload generation...



...while pursuing construction of a next generation nuclear facility



Oncor to invest ~\$690 million of capital to completely deploy 3 mm smart meters by 2012

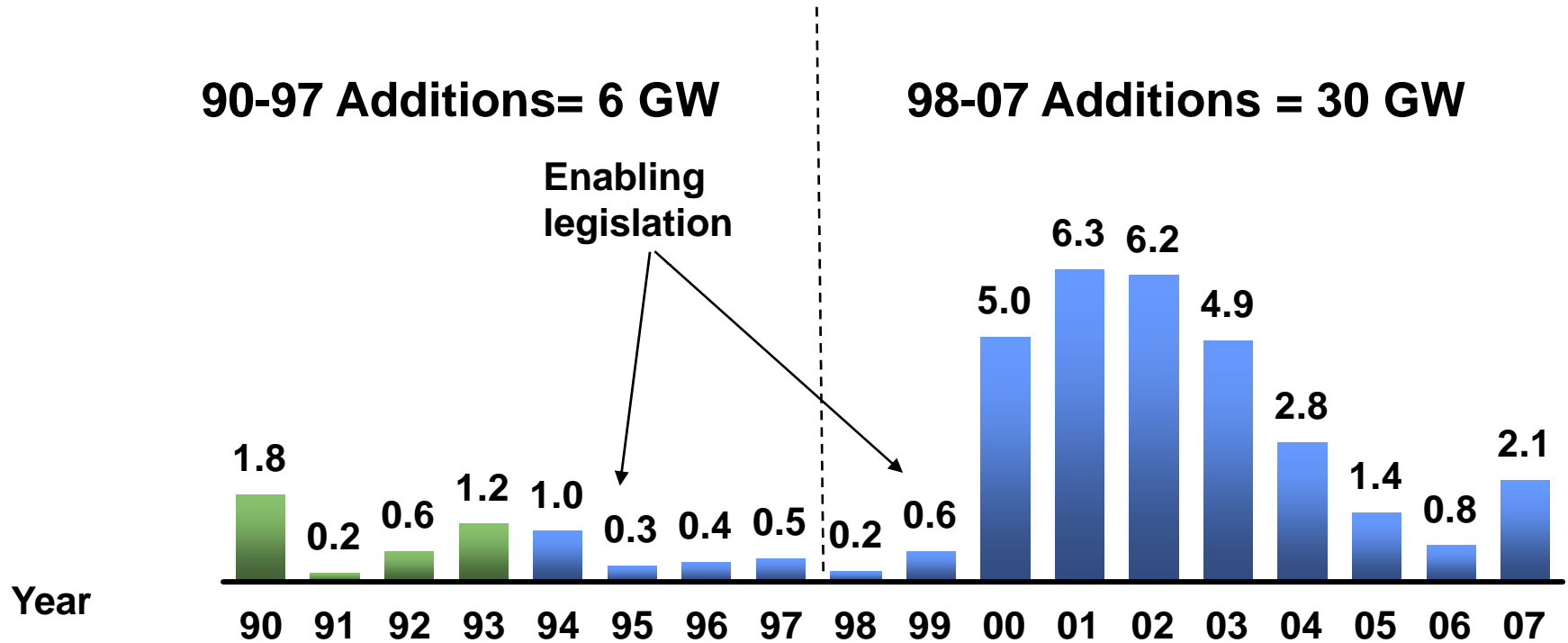


Oncor has filed to invest ~\$2.3 billion over next 5 years on new transmission lines to support new wind capacity

The New Owners' Capex Builds On The Massive Investments That Have Been Made In ERCOT Since 1998

Capacity additions
90-07; GW

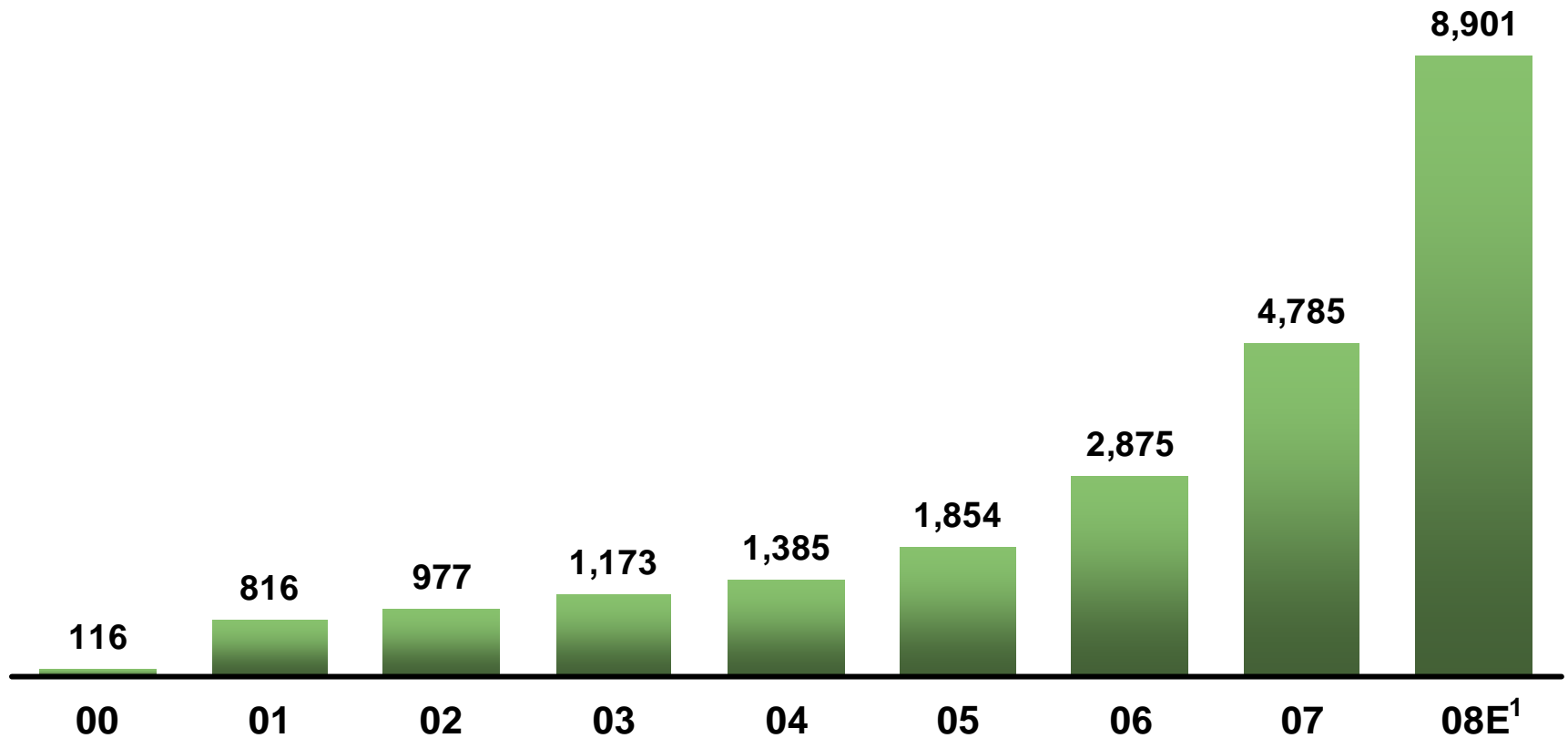
■ In rate base
■ Not in rate base



Approximately 30 GW, \$20 billion in new electric generation investment since 98, equivalent to 50% of existing capacity at the beginning of 98

Wind Generation Has Been The Focus Of Recent ERCOT Capacity Additions

Cumulative wind capacity additions in ERCOT¹
00-08E; MW



The Public Utility Commission's approval of a \$5 billion plan to create multiple Competitive Renewable Energy Zones (CREZ) will facilitate continued growth in renewable energy

¹ Based on October ERCOT system planning report
Source: ERCOT