

## QUARTERLY STOCK PRICES AND DIVIDENDS PAID PER SHARE

STOCK SYMBOL: PNW

| 2006        | HIGH     | LOW      | CLOSE    | DIVIDENDS<br>PER<br>SHARE | 2005        | HIGH     | LOW      | CLOSE    | DIVIDENDS<br>PER<br>SHARE |
|-------------|----------|----------|----------|---------------------------|-------------|----------|----------|----------|---------------------------|
|             | ---      | ---      | ---      | ---                       |             | ---      | ---      | ---      | ---                       |
| 1st Quarter | \$ 44.14 | \$ 38.76 | \$ 39.10 | \$ 0.500                  | 1st Quarter | \$ 44.87 | \$ 40.99 | \$ 42.51 | \$ 0.475                  |
| 2nd Quarter | 41.06    | 38.31    | 39.91    | 0.500                     | 2nd Quarter | 45.34    | 41.29    | 44.45    | 0.475                     |
| 3rd Quarter | 45.99    | 39.90    | 45.05    | 0.500                     | 3rd Quarter | 46.68    | 43.13    | 44.08    | 0.475                     |
| 4th Quarter | 51.00    | 45.12    | 50.69    | 0.525                     | 4th Quarter | 44.97    | 39.81    | 41.35    | 0.500                     |

## GLOSSARY

**ACC** – Arizona Corporation Commission

**ADEQ** – Arizona Department of Environmental Quality

**AFUDC** – Allowance for Funds Used During Construction

**ALJ** – Administrative Law Judge

**ANPP** – Arizona Nuclear Power Project, also known as Palo Verde

**APS** – Arizona Public Service Company, a subsidiary of the Company

**APS ENERGY SERVICES** – APS Energy Services Company, Inc., a subsidiary of the Company

**CHOLLA** – Cholla Power Plant

**CLEAN AIR ACT** – Clean Air Act, as amended

**COMPANY** – Pinnacle West Capital Corporation

**DOE** – United States Department of Energy

**EITF** – FASB's Emerging Issues Task Force

**EL DORADO** – El Dorado Investment Company, a subsidiary of the Company

**EPA** – United States Environmental Protection Agency

**ERMC** – Energy Risk Management Committee

**FASB** – Financial Accounting Standards Board

**FERC** – United States Federal Energy Regulatory Commission

**FIN** – FASB Interpretation Number

**FOUR CORNERS** – Four Corners Power Plant

**GAAP** – accounting principles generally accepted in the United States of America

**IRS** – United States Internal Revenue Service

**KW** – kilowatt, one thousand watts

**KWH** – kilowatt-hour, one thousand watts per hour

**MOODY'S** – Moody's Investors Service

**MW** – megawatt, one million watts

**MWH** – megawatt-hours, one million watts per hour

**NAC** – collectively, NAC Holding Inc. and NAC International Inc., subsidiaries of El Dorado that were sold in November 2004

**NATIVE LOAD** – retail and wholesale sales supplied under traditional cost-based rate regulation

**NOTE** – a Note to Pinnacle West's Consolidated Financial Statements

**NPC** – Nevada Power Company

**NRC** – United States Nuclear Regulatory Commission

**OCI** – other comprehensive income

**OFF-SYSTEM SALES** – sales of electricity from generation owned or contracted by the Company that is over and above the amount required to serve APS' retail customers and traditional wholesale contracts

**PALO VERDE** – Palo Verde Nuclear Generating Station, also known as ANPP

**PINNACLE WEST** – Pinnacle West Capital Corporation, the Company

**PINNACLE WEST ENERGY (PWEC)** – Pinnacle West Energy Corporation, a subsidiary of the Company, dissolved as of August 31, 2006

**PINNACLE WEST MARKETING & TRADING** – Pinnacle West Marketing & Trading Co., LLC, a subsidiary of the Company

**PRP** – potentially responsible parties under Superfund

**PSA** – power supply adjustor

**PWEC DEDICATED ASSETS** – the following power plants, each of which was transferred by Pinnacle West Energy to APS on July 29, 2005: Redhawk Units 1 and 2, West Phoenix Units 4 and 5 and Saguaro Unit 3

**SALT RIVER PROJECT** – Salt River Project Agricultural Improvement and Power District

**SEC** – United States Securities and Exchange Commission

**SFAS** – Statement of Financial Accounting Standards

**SILVERHAWK** – Silverhawk Power Station

**STANDARD & POOR'S** – Standard & Poor's Corporation

**SUNCOR** – SunCor Development Company, a subsidiary of the Company

**SUNDANCE PLANT** – 420-megawatt generating facility located approximately 55 miles southeast of Phoenix, Arizona

**SUPERFUND** – Comprehensive Environmental Response, Compensation and Liability Act

**2004 SETTLEMENT AGREEMENT** – an agreement proposing terms under which APS' general rate case was settled, as approved by the ACC in 2005.

**VIE** – Variable-Interest Entity