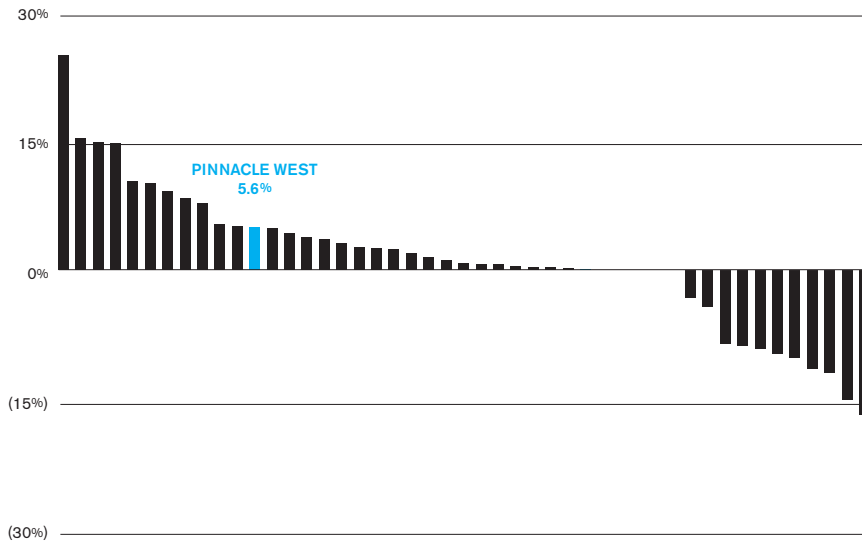


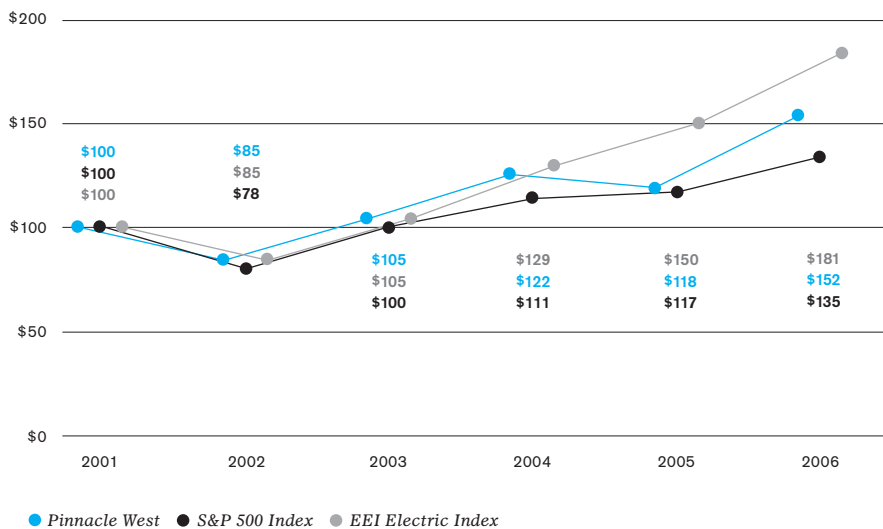
PINNACLE WEST: TOP QUARTILE DIVIDEND GROWTH (2001 TO 2006)

COMPOUND ANNUAL GROWTH RATES FOR U.S. INVESTOR-OWNED
ELECTRIC UTILITIES THAT PAID DIVIDENDS EACH YEAR



STOCK PERFORMANCE COMPARISON

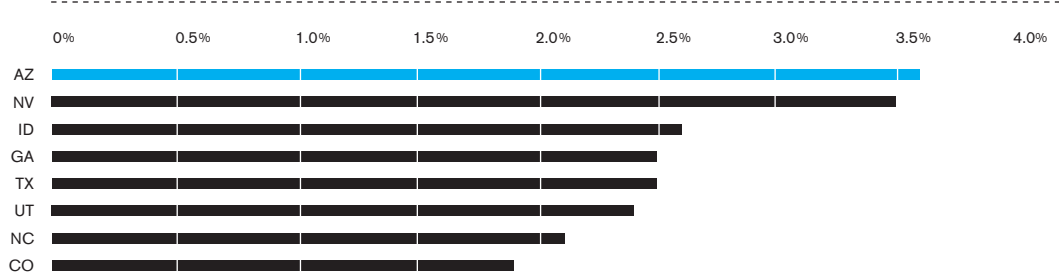
VALUE OF \$100 INVESTED AS OF DECEMBER 31, 2001 WITH DIVIDENDS REINVESTED



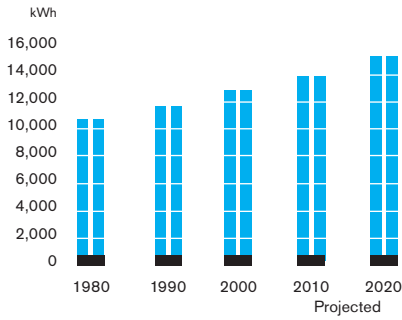
ARIZONA IS THE FASTEST GROWING STATE IN THE COUNTRY.

Source: Population Division, U.S. Census Bureau

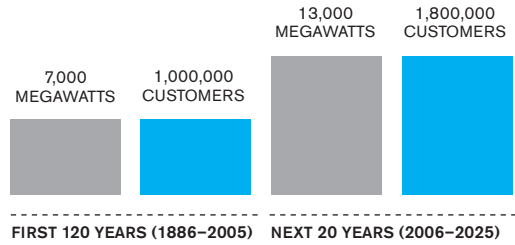
ANNUAL POPULATION GROWTH



APS CUSTOMERS ARE USING MORE ELECTRICITY EACH YEAR.



BY 2025, APS WILL BE NEARLY TWICE THE ELECTRIC COMPANY WE ARE TODAY.



WE PREPARE FOR ARIZONA'S GROWTH WITH SIGNIFICANT INVESTMENT IN ELECTRIC INFRASTRUCTURE.

CAPITAL INVESTMENT PER NEW CUSTOMER

