

PPL Corporation
 Two North Ninth Street
 Allentown, PA 18101-1179
 www.pplweb.com

**NON-TAXABLE DIVIDEND PERCENTAGES
 (Return of Capital)**

<u>Year</u>	<u>Common Stock</u>	<u>Preferred Stock</u>	<u>Year</u>	<u>Common Stock</u>	<u>Preferred Stock</u>
1970*	33.30%	None	1978	7.17%	None
1971	86.80%	None	1979	60.75%	None
1972	59.40%	None	1980	100%	None
1973	None	None	1981	100%	None
1974	2.78%	None	1982	100%	65.61%
1975	None	None	1983	100%	None
1976	6.13%	None	1984	36.71%	None
1977	None	None	1985 - Present	None	None

***1970 was the first year of non-taxable dividends.**

The portion of dividends indicated to be non-taxable as dividend income should be applied to reduce the tax cost basis of the shares for Federal income tax purposes.

There was a two-for-one stock split issued to holders of record 4/22/92, with a stock split distribution date of 5/11/92. The tax basis of each share held before the stock split is divided by two and assigned one-half each to the two shares held as a result of the split. The holding period of the new shares will be the same as the holding period of the shares held before the split.

There was a two-for-one stock split issued to holders of record 8/17/05, with a stock split distribution date of 8/24/05. The tax basis of each share held before the stock split is divided by two and assigned one-half each to the two shares held as a result of the split. The holding period of the new shares will be the same as the holding period of the shares held before the split.