



News Release

Dividends Declared on Puget Energy Common, Puget Sound Energy Preferred Stock

BELLEVUE, Wash.--(BUSINESS WIRE)--Oct. 5, 2004--The Board of Directors of Puget Energy (NYSE:PSD) today (Oct. 5) declared a quarterly dividend on the company's common stock.

A quarterly dividend of 25 cents per share was declared on Puget Energy's common stock, payable November 15, 2004, to shareholders of record as of the close of business on October 18, 2004. The dividend rate for Puget Energy common stock was unchanged from the last quarterly dividend declared in July 2004. The dividend will be the 245th consecutive quarterly dividend paid by Puget Energy and its predecessor companies.

The Board of Directors of Puget Sound Energy, which is a wholly-owned subsidiary of Puget Energy, also declared quarterly dividends on Puget Sound Energy preferred stock at rates shown below:

Quarterly dividends declared 10/05/2004 on Puget Sound Energy preferred stock:

SERIES	DIVIDEND	PAYMENT DATE	RECORD DATE
4.70%	\$1.175/share	Nov. 15, 2004	Oct. 18, 2004
4.84%	\$1.21/share	Nov. 15, 2004	Oct. 18, 2004

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SOURCE: Puget Energy