



News Release

Puget Energy Secures Upgraded Line of Credit

BELLEVUE, Wash.--(BUSINESS WIRE)--June 2, 2004--Puget Energy (NYSE:PSD) has obtained two new lines of credit totaling \$500 million and involving 17 domestic and foreign banks. Of this amount, Puget Energy utility subsidiary Puget Sound Energy will have a three-year, \$350 million unsecured line of credit, up from the previous \$250 million, 364-day arrangement, and subsidiary InfrastruX Group will have a three-year, \$150 million line of credit.

"The number of institutions interested in participating in this transaction and the fact that 30 percent more funds were offered than were actually needed is an indication that the financial market is very interested in helping Puget Energy implement its business strategy going forward," said Puget Energy Senior Vice President-Finance and Chief Financial Officer Bert Valdman.

The new credit facility will be used for general corporate purposes. At the utility subsidiary the credit line will be used primarily to back up the issuance of commercial paper, one of the company's least expensive sources of borrowed funds, Valdman added.

The credit facility was completed on May 27 with Union Bank of California, N.A. as Administrative Agent, Co-Lead Arranger, LC Issuer and Sole Book Runner; Citigroup Global Markets, Inc. as Co-Lead Arranger and Syndication Agent; and JP Morgan Chase Bank, Keybank, N.A. and Wachovia Bank, N.A. as Co-Documentation Agents.

CONTACT: Puget Energy

Media:

Grant Ringel, 888-831-7250

or

Analysts:

Durga D. Waite, 425-462-3808

SOURCE: Puget Energy