



News Release

Dividends Declared on Puget Energy Common, Puget Sound Energy Preferred Stock; Puget Energy Annual Meeting of Shareholders set for May 4, 2004

BELLEVUE, Wash.--(BUSINESS WIRE)--Jan. 6, 2004--The Board of Directors of Puget Energy (NYSE:PSD) today (Jan. 6) declared quarterly dividends on the company's common stock.

A quarterly dividend of 25 cents per share was declared on Puget Energy's common stock, payable Feb. 15, 2004, to shareholders of record as of the close of business, Jan. 16, 2004. The dividend rate for Puget Energy common stock was unchanged. The dividend will be the 242nd 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 01/06/2004 on Puget Sound Energy preferred stock:

SERIES	DIVIDEND	PAYMENT DATE	RECORD DATE
4.70%	\$1.175	Feb. 15, 2004	Jan. 16, 2004
4.84%	\$1.21	Feb. 15, 2004	Jan. 16, 2004

The board of Puget Energy also set the date for the company's next Annual Meeting of Shareholders for Tuesday, May 4, 2004, at 10 a.m. Pacific time. Shareholders of record as of close of business, March 19, 2004, will receive a proxy statement and be entitled to vote at the Annual Meeting. The meeting will be held at Benaroya Hall in the Illsley Ball Nordstrom Recital Hall, 200 University Street, Seattle, Wash.

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SOURCE: Puget Energy