



News Release

Puget Sound Energy Announces Tender Offer Pricing and Early Tender Results

BELLEVUE, Wash.--(BUSINESS WIRE)--June 2, 2005--Puget Sound Energy, the wholly-owned utility subsidiary of Puget Energy (NYSE:PSD), announced today pricing and early tender results for its previously announced cash tender offer (the "Offer") for any and all of the \$80,250,000 aggregate outstanding liquidation amount of 8.231% Capital Securities of Puget Sound Energy Capital Trust I (CUSIP No. 74531LAC0) (the "Capital Securities"). The Offer is described in the Offer to Purchase dated May 18, 2005 (the "Offer to Purchase"). Puget Sound Energy also announced that it accepted for payment tenders for holders who tendered and did not withdraw their Capital Securities by 5:00 p.m., New York City time, on June 1, 2005 (the "Early Tender Date"). Payment for all Capital Securities tendered prior to the Early Tender Date will be made promptly.

The following table sets forth the liquidation amount of Capital Securities tendered by the Early Tender Date, the amount of the Total Consideration (as defined in the Offer to Purchase) and the Tender Offer Consideration (as defined in the Offer to Purchase). Holders that validly tendered their Capital Securities pursuant to the Offer prior to the Early Tender Date will receive the Total Consideration, which includes the Early Tender Premium, plus accumulated and unpaid distributions. Holders who validly tender their Capital Securities after the Early Tender Date and prior to 5:00 p.m., New York City time, on June 16, 2005 (the "Expiration Time") will receive only the Tender Offer Consideration plus accumulated and unpaid distributions but will not receive the Early Tender Premium.

CUSIP No.	Security	Aggregate Liquidation Amount Outstanding	Estimated Amount Tendered by Early Tender Date
74531LAC0	8.231% Capital Securities	\$80,250,000	\$42,500,000

Tender Offer Consideration	Early Tender Premium	Total Consideration
\$1,068.21	\$40	\$1,108.21

In accordance with the terms of the Offer to Purchase, holders may still tender additional Securities until the Expiration Time.

Questions regarding the Offer should be directed to Morgan Stanley at 800-624-1808 (U.S. toll-free) or 212-761-1864 (collect), attention: Arthur Rubin. Requests for documents should be directed to Global Bondholder Services Corporation, the Information Agent, at 866-873-7700 (U.S. toll-free) or 212-430-3774 (for banks and brokers).

This press release does not constitute an offer to purchase the Capital Securities. The Offer is made solely by the Offer to Purchase.

Company Information and Forward-Looking Statements

Puget Sound Energy is a regulated utility company that generates, purchases and delivers electricity and purchases, transports and delivers natural gas. The service territory of Puget Sound Energy covers approximately 6,000 square miles, principally in the Puget Sound region of Washington State.

This press release contains forward-looking statements conveying management's expectations as to the future based on plans, estimates and projections at the time the statements are made. Forward-looking statements involve inherent risks and uncertainties and we caution you that a number of important factors could cause actual results to differ materially from those contained in any such forward-looking statement. The forward-looking statements contained in this press release include statements related to the Offer, including the Expiration Time. Investors are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date hereof. We do not undertake to update any of these statements in light of new information or future events.

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SOURCE: Puget Sound Energy