

PSEG Dividends – 110 Years and Counting

PSEG is continuing its remarkable record of paying common dividends. The year 2017 represents the 110th consecutive year PSEG or its predecessor company will be paying dividends to the holders of its common stock. PSEG has paid dividends each year since 1907 – a record matched by very few companies.

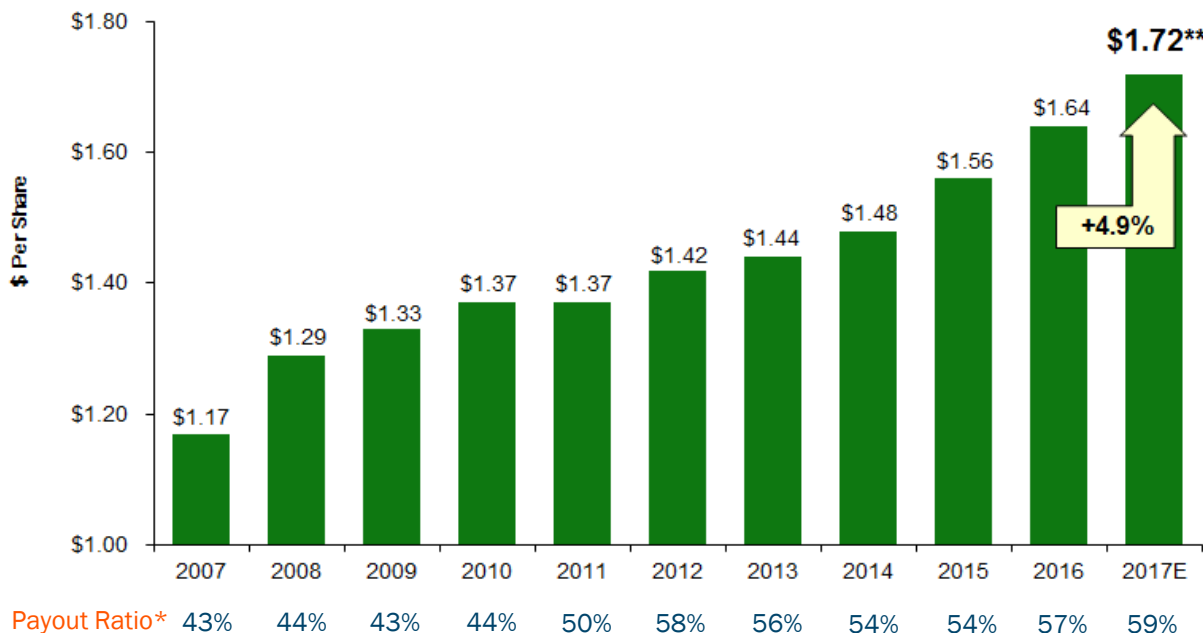
The Board of Directors of PSEG declared an increase in the common stock dividend on February 21, 2017. The Board raised the quarterly dividend to 43 cents per share from 41 cents per share. The indicative annual common dividend rate is \$1.72 per share for 2017. This represents a 4.9% increase over the prior \$1.64 per share level, and results in a compound annual rate of growth in the dividend of 3.9% over the past decade. This year's increase also marks the 13th dividend increase in the last 14 years.

We are pleased to be able to increase the cash return to our shareholders. In addition to investing in long-term growth opportunities, returning cash to our shareholders remains a top priority and underscores our commitment to a disciplined approach to capital allocation. "This latest increase is supported by our business mix and our strong balance sheet, which are expected to support consistent and sustainable growth in the dividend." said Ralph Izzo, PSEG chairman, president and chief executive officer.

All future dividend payments, and any changes thereto, are subject to approval by the Board of Directors.

PSEG Annual Dividend Rate

10-Year Rate of Growth: 3.9%



*The 2017 Payout Ratio is based on the mid-point of PSEG's 2017 non-GAAP Operating Earnings guidance of \$2.80 - \$3.00 per share. Payout Ratio = Common dividend per share as a percentage of non-GAAP Operating Earnings per share.

**Indicative annual common dividend rate for 2017. E = ESTIMATE.