

Reconciliation of GAAP net earnings to Ongoing EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization) by segment

	Quarter Ended March 31, 2007							
	PNM Electric	TNMP Electric	PNM Gas	Wholesale	First Choice	EnergyCo	Corporate & Other	PNMR Consolidated
Net Earnings Available to Common Shareholders (GAAP)	\$10.1	\$0.9	\$12.8	\$7.1	\$5.9	(\$0.4)	(\$6.7)	\$29.7
EBIDTA Adjustments:								
Interest Charges	9.8	7.1	3.0	9.1	0.1	0.0	8.7	37.8
Income Tax	6.6	0.4	8.3	4.6	3.5	(0.3)	(5.2)	17.9
Depreciation and Amortization	16.4	7.0	6.2	7.8	0.5	0.0	2.5	40.4
Total Adjustments	32.8	14.5	17.5	21.5	4.1	(0.3)	6.0	96.1
Non-Recurring Charges	0.0	0.0	0.0	0.0	0.0	0.0	1.3	1.3
Ongoing EBITDA	\$42.9	\$15.4	\$30.3	\$28.6	\$10.0	(\$0.7)	\$0.6	\$127.1