



IntegrYS Energy Group, Inc. is a leading regional energy company focused on providing customers with the best value in energy, employees with a rewarding place to work, and shareholders with a solid return on their investment. The holding company is headquartered in Chicago, and its stock trades on the New York Stock Exchange under the symbol "TEG." As of December 31, 2009, IntegrYS Energy Group served approximately 1,668,000 regulated natural gas utility customers and approximately 489,000 regulated electric utility customers.

IntegrYS Energy Group President and CEO Charles Schrock affirmed that the Company is moving forward with a carefully managed and structured capital redeployment process, and is setting the stage to become a leading Midwest regional utility with greater earnings predictability and capital availability to fund significant investment in the growth of its rate base.

IntegrYS Energy Group's wholly owned subsidiaries provide products and services in regulated and nonregulated energy markets. The six regulated utilities include:

- **The Peoples Gas Light and Coke Company**, a natural gas utility serving approximately 817,000 customers in the city of Chicago.
- **Wisconsin Public Service Corporation**, an electric and natural gas utility serving approximately 437,000 electric customers and 317,000 natural gas customers in northeastern Wisconsin and an adjacent portion of Michigan's Upper Peninsula.
- **Minnesota Energy Resources Corporation**, a natural gas utility serving approximately 211,000 customers throughout Minnesota.
- **Michigan Gas Utilities Corporation**, a natural gas utility serving approximately 165,000 customers in lower Michigan.
- **North Shore Gas Company**, a natural gas utility serving approximately 158,000 customers in the northern suburbs of Chicago.
- **Upper Peninsula Power Company**, an electric utility serving approximately 52,000 customers in Michigan's Upper Peninsula.

The company's principal nonregulated subsidiary is:

- **IntegrYS Energy Services, Inc.**, a diversified nonregulated energy supply and services company serving residential, commercial, industrial, and wholesale customers.

IntegrYS Energy Group has substantially completed its previously announced strategy to divest or significantly reduce the size of IntegrYS Energy Services to a smaller segment with significantly reduced capital investment and credit and collateral support requirements.

As a regional energy leader, IntegrYS Energy Group is focused on providing reliable customer service while continuing to build and enhance its core regulated utility operations.

IntegrYS Energy Group expects to generate operating improvements that benefit customers through sharing best practices, eliminating redundancies, and capturing efficiencies that will use employees' creativity and benefit the combined company's shareholders.

In addition, IntegrYS Energy Group expects continued growth in earnings from its 34% equity interest in American Transmission Company and growth at its regulated utilities.

Recent Announcements:

December 2009 – The Michigan Public Service Commission approved a \$6.5 million rate increase for Upper Peninsula Power Company, effective January 1, 2010.

The Michigan Public Service Commission approved a \$3.5 million rate increase for Michigan Gas Utilities, effective January 1, 2010.

The Public Service Commission of Wisconsin approved a refund for electric customers of Wisconsin Public Service and a \$13.5 million increase in natural gas rates for Wisconsin Public Service customers.

January 2010 – New delivery rates for Peoples Gas and North Shore Gas were approved by the Illinois Commerce Commission, effective January 20, 2010. Peoples Gas received a \$69.8 million increase, and North Shore Gas received a \$13.9 million increase.

February 2010 – The Board of Directors declared a quarterly dividend of \$0.68 per share on common stock, payable on March 20, 2010, to shareholders of record February 26, 2010.

The Board of Directors approved Executive Chairman Larry Weyers' request to retire on March 31, 2010.

IntegrYS Energy Group held an Investor and Analyst Day in New York City where its executive management team provided details regarding the achievement of key strategic objectives for IntegrYS Energy Services regarding significant reductions in capital invested and collateral support requirements (corporate guarantees, letters of credit, and cash). It is expected that the steady state retail energy marketing business will focus on doing business in the northeastern quadrant of the United States as well as investments in solar and renewable projects. For more detail regarding this presentation, see <http://www.integrysgroup.com/investor/presentations.aspx>.

IntegrYS Energy Group recognized net income attributed to common shareholders on a Generally Accepted Accounting Principles basis of \$23.5 million, or \$0.31 diluted earnings per share, for the fourth quarter of 2009, compared with a net income attributed to common shareholders of \$25.6 million, or \$0.33 per share for the fourth quarter of 2008.

The projected guidance for 2010 diluted earnings per share (EPS) is anticipated to be between \$3.09 and \$3.37. In 2011 the projected guidance range for diluted EPS is anticipated to be between \$3.28 and \$3.61. Guidance assumes operational improvements, rate relief for certain utilities, availability of generation units, and normal weather conditions. This guidance does not include any IntegrYS Energy Group restructuring costs related to the reduction in workforce that is currently in progress (other than those at IntegrYS Energy Services).

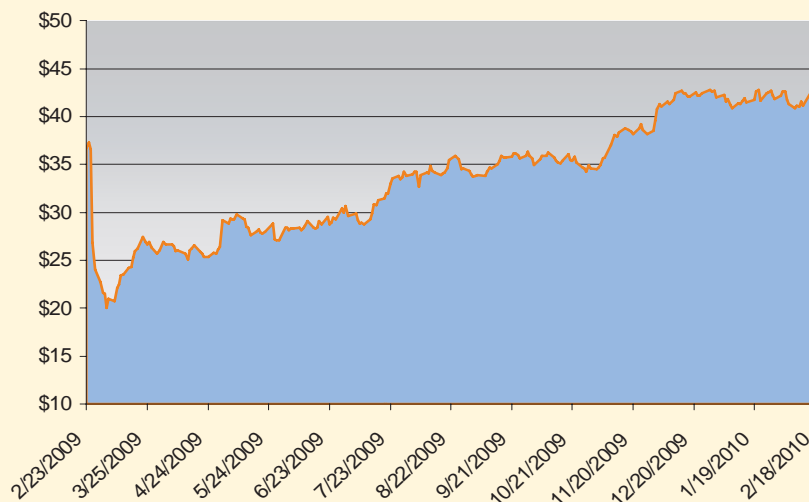
Analysts Following IntegrYS Energy Group:

Argus Research	Gary Hovis
Citigroup	Faisal Khan
Edward Jones	Brian Youngberg
Hilliard Lyons	David Burks
J.P. Morgan	Andrew Smith
Power Insights	Maurice May
Robert W. Baird	Dave Parker
Standard & Poor's	Chris Muir
SunTrust	Ali Agha
Value Line	Paul Debbas

Financial Statistics as of December 31, 2009:

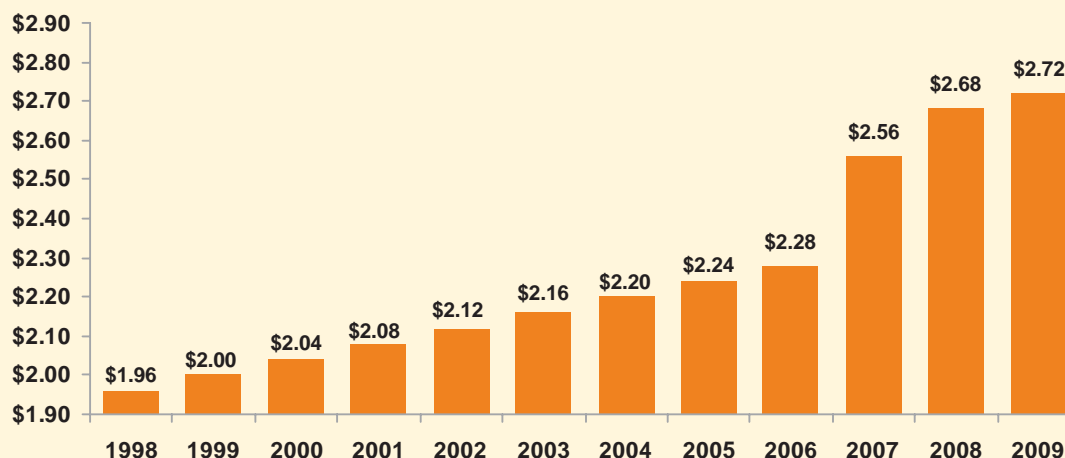
Common stock price	\$41.99
52-week price range	\$19.44-\$45.10
Trailing 12-month dividend	\$2.72
Current quarterly dividend rate	\$0.68
Quarterly diluted earnings per share	\$0.31
Book value per share	\$37.62
Market capitalization	\$ 3.2 billion
Common shares outstanding	75,980,143
Trailing 12-month dividend yield	6.48%

Integrys Energy Group Daily Stock Price Over Past 12 Months



Recent Dividend Payments

■ Dividends per share



Integrys Energy Group

Credit Ratings as of December 31, 2009

	Standard & Poor's	Moody's
Issuer credit rating	BBB+	*
Senior unsecured debt	BBB	Baa1
Commercial paper	A-2	P-2
Credit facility	*	Baa1
Junior subordinated notes	BBB-	Baa2

* Has not issued a credit rating.

Stock Investment Plan

We offer a Stock Investment Plan (SIP) for the direct purchase of our common stock. The SIP offers dividend reinvestment and an optional cash payment feature. For more information, see our Web site at www.integrysgroup.com. Click on Investor and then Stock Investment Plan.

For more information:

Investor Relations:

Steven P. Eschbach, Vice President – Investor Relations
 (312) 228-5408 speschbach@integrysgroup.com
 Donna M. Sheedy, Manager – Investor Relations
 (920) 433-1857 dmsheedy@integrysgroup.com

Toll-free: (800) 228-6888 www.integrysgroup.com/investor



Stock Exchange Listing: New York Stock Exchange

Ticker Symbol: TEG

Listing Abbreviation: IntegrysEngy

Transfer Agent and Registrar:

American Stock Transfer & Trust Company, LLC
 59 Maiden Lane
 New York, NY 10038
 (800) 236-1551



Integrys Energy Group, Inc.
 130 East Randolph Drive
 Chicago, IL 60601
 312-228-5400
www.integrysgroup.com