



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 Chairman, 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 and industrial customers in the northeastern quadrant of the United States.

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:

**April 2010** — IntegrYS Energy Group announced that its nonregulated subsidiary, IntegrYS Energy Services, Inc., sold substantially all of its wholesale electric marketing and trading business to Macquarie Cook Power, Inc., as part of its strategy to reduce the size and scope of its nonregulated marketing and energy services operations.

**April 2010** — Wisconsin Public Service Corporation (WPS), a subsidiary of IntegrYS Energy Group, filed a request to increase overall electric rates 6.9% and overall natural gas rates by 1.2%. WPS was able to reduce its electric and natural gas rate requests somewhat through cost saving measures that included a reduction in force. Items driving the rate increase requests include maintaining and repairing the 22,000 miles of electric line and 8,000 miles of natural gas pipe, as well as other energy delivery facilities, to ensure the safe and reliable energy that customers rely on.

**June 2010** — IntegrYS Energy Group announced that its nonregulated subsidiary, IntegrYS Energy Services, sold all of its Texas retail electric marketing business as part of IntegrYS Energy Group's strategy to reduce the size and scope of its nonregulated marketing and energy services operations. Financial terms of the transaction involving an unnamed buyer were not disclosed. Since IntegrYS Energy Group announced its strategy change in February 2009, it has reduced its capital investment for this business by \$700 million and reduced its collateral support requirements by \$1.4 billion.

**June 2010** — Upper Peninsula Power Company (UPPCO), a subsidiary of IntegrYS Energy Group, filed a request with the Michigan Public Service Commission (MPSC) to increase its overall electric base rates by 16.8%. Major factors in the need for the rate case are hydroelectric projects, reduced retail and wholesale electric sales, increased cost for reading meters monthly, and general inflation. If the MPSC does not consider the rate request by the end of 2010, UPPCO will self-implement rates (subject to refund) on January 1, 2011.

**July 2010** — The Board of Directors of IntegrYS Energy Group declared a quarterly dividend of \$0.68 per share on common stock, payable on September 20, 2010, to shareholders of record on August 31, 2010.

**August 2010** — IntegrYS Energy Group recognized net income attributed to common shareholders on a Generally Accepted Accounting Principles basis of \$78.9 million, or \$1.01 diluted earnings per share, for the second quarter of 2010 compared with net income attributed to common shareholders of \$34.7 million, or \$0.45 per share for the first quarter of 2009.

The guidance for 2010 diluted earnings per share (EPS) – adjusted is anticipated to be between \$2.89 and \$3.17. In 2011, the guidance range for diluted EPS – adjusted is anticipated to be between \$3.24 and \$3.57. Diluted EPS – adjusted removes certain items that are not comparable from one period to the next. Guidance assumes operational improvements, rate relief for certain utilities, availability of generation units, and normal weather conditions for the balance of 2010 and 2011. This guidance does not include any IntegrYS Energy Group restructuring costs related to the reduction in force that is currently in progress (other than those at IntegrYS Energy Services).

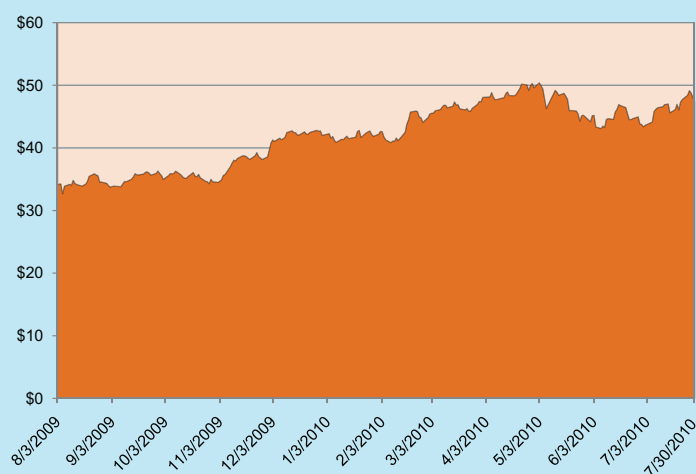
## Analysts Following IntegrYS Energy Group:

Argus Research	Gary Hovis
Citigroup	Faisal Khan
Edward Jones	Andy Pusateri
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 June 30, 2010:

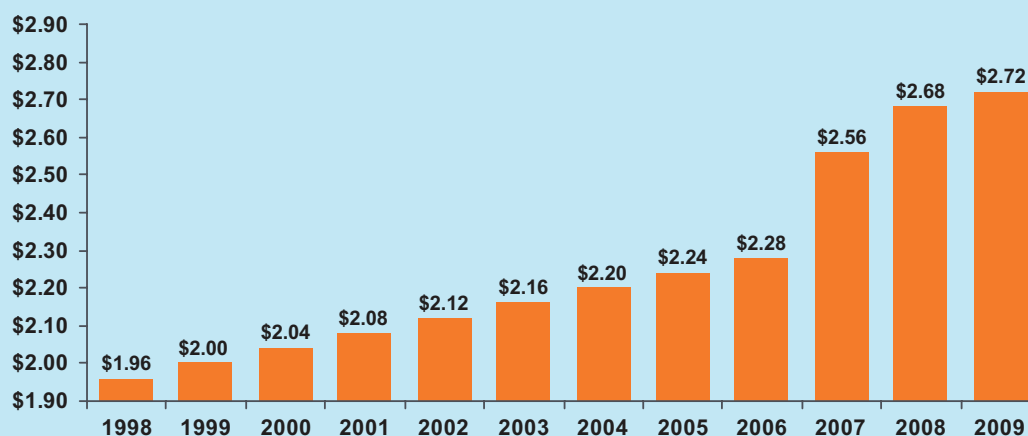
Common stock price	\$43.74
52-week price range	\$28.31-\$50.92
Trailing 12-month dividend	\$2.72
Current quarterly dividend rate	\$0.68
Quarterly diluted earnings per share	\$1.01
Book value per share	\$38.11
Market capitalization	\$3.4 billion
Common shares outstanding	77.2 million
Trailing 12-month dividend yield	6.2%

## Integrys Energy Group Daily Stock Price Over Past 12 Months



## Recent Annual 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](http://www.integrysgroup.com). Click on Investor and then Stock Investment Plan.

### For more information:

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



**Stock Exchange Listing:** New York Stock Exchange

**Ticker Symbol:** TEG

**Listing Abbreviation:** IntegrysEngy

**Transfer Agent and Registrar:**

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