

PUBLIC SERVICE ENTERPRISE GROUP

NYSE: PEG

Q1 2020 Performance Update

PSEG reported Net Income for the first quarter of 2020 of \$448 million, or \$0.88 per share, as compared to Net Income of \$700 million, or \$1.38 per share, for the first quarter of 2019. Non-GAAP Operating Earnings for the first quarter of 2020 were \$520 million, or \$1.03 per share, compared to non-GAAP Operating Earnings for the first quarter of 2019 of \$547 million, or \$1.08 per share. PSEG is re-affirming non-GAAP Operating Earnings guidance for full-year 2020 of \$3.30 - \$3.50 per share. Extremely mild winter weather in the quarter and the associated weakness in market demand, as well as impacts of COVID-19, will require maintaining solid operations and strong cost control at both PSE&G and PSEG Power. We remain committed to executing our five-year, \$12 to \$16 billion capital plan without the need to issue equity.

PSEG remains on track as we work to advance our regulatory and policy priorities in the coming months. PSE&G updated several of its Clean Energy Future (CEF) filings in April and the NJ Board of Public Utilities (NJBPU) has kept pace on its reviews of key dockets concerning Energy Efficiency (EE), Energy Cloud/Advanced Metering Infrastructure (EC/AMI), and Electric Vehicles and Energy Storage (EV/ES). PSE&G's capital program remains on schedule, with \$2.7 billion of infrastructure investment planned for its transmission and distribution system in 2020, supporting a compound annual growth in 2020-2024 rate base of 6.5% to 8%. At PSEG Power, more than 70% of expected gross margin in 2020 is secured by its fully-hedged position of energy output, capacity revenues set in previous auctions, the opportunity to earn a full-year of Zero Emission Certificate (ZEC) revenues, and ancillary service payments.

In April, we issued our inaugural Climate Report following the framework established by the Task Force on Climate-related Financial Disclosures (TCFD). PSEG's Climate Report acknowledges the impact that climate change is having on our operations, and details our support for the preservation of nuclear generation, implementation of energy efficiency to curb greenhouse gas emissions, and advocacy for effective climate policies.

Ralph Izzo, Chairman, President & CEO - May 4, 2020

PSEG – Q1 2020 Highlights

First Quarter Highlights

- ✓ Net Income per share of \$0.88 in Q1 2020 vs. \$1.38 in Q1 2019
- ✓ Non-GAAP Operating Earnings* per share of \$1.03 in Q1 2020 vs. \$1.08 in Q1 2019
- ✓ PSE&G results benefited from ongoing investment in utility infrastructure
- ✓ PSEG Power results impacted by lower capacity revenues, unfavorable weather and a Salem 1 outage, partly offset by ZEC revenues

Operational Excellence

- ✓ Prioritizing safe and reliable operations across PSE&G, PSEG Power and PSEG LI with updated screening procedures to ensure customer and employee health and safety
- ✓ Nuclear operations achieved a capacity factor of 95% in the first quarter

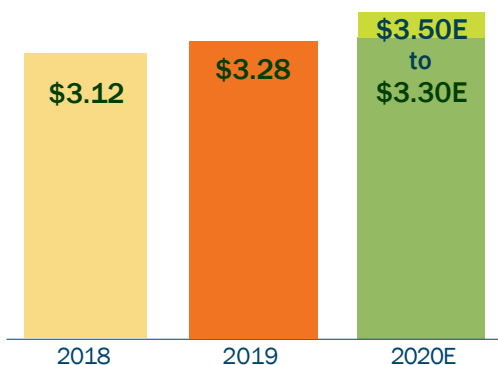
PSEG Disciplined Capital Investment

- ✓ PSEG to invest \$2.9 billion in 2020; \$2.7 billion at PSE&G comprised primarily of reliability investments in Transmission and Distribution including the second phases of Energy Strong and the Gas System Modernization Program
- ✓ Procedural schedules set for \$1 billion of CEF filings: \$0.6 billion CEF – EC/AMI, \$0.3 billion CEF – EVs and \$0.1 billion CEF – ES
- ✓ NJBPU schedule of CEF – EE decision in September 2020; Investment in existing programs extended by \$111 million

PSEG – Re-affirming 2020 FY Guidance

Drivers in 2020 include rate base growth, Q1 weather headwinds, potential margin impacts of COVID-19 on sales and load, and cost control

PSEG Non-GAAP Operating Earnings per Share*



Q1 Results by Subsidiary

	Financial Results		Earnings per Share (EPS)	
	2020	2019	2020	2019
\$ millions (except EPS)				
PSE&G (Net Income)	\$ 440	\$ 403	\$ 0.87	\$ 0.79
PSEG Power (Net Income)	\$ 13	\$ 296	\$ 0.02	\$ 0.59
PSEG Power (non-GAAP Op. Earnings)*	\$ 85	\$ 143	\$ 0.17	\$ 0.29
Enterprise/Other (Net Income/(Loss))	\$ (5)	\$ 1	\$(0.01)	\$ -
PSEG (Net Income)	\$ 448	\$ 700	\$ 0.88	\$ 1.38
PSEG (non-GAAP Operating Earnings)*	\$ 520	\$ 547	\$ 1.03	\$ 1.08

Key Performance Highlights

as of 3/31/2020	
Stock Price on 3/31/2020	\$44.91
Dividends Paid per Share (year-to-date)	\$0.49
Dividend Yield	4.4%
Average Shares Outstanding, Diluted (in millions)	507
Book Value Per Common Share	\$30.28

* See Items excluded from Net Income/(Loss) to reconcile to non-GAAP Operating Earnings on page 2 or <https://investor.pseg.com/non-gaap>.

GAAP Disclaimer

Non-GAAP Operating Earnings excludes the impact of returns (losses) associated with the Nuclear Decommissioning Trust (NDT), Mark-to-Market (MTM) accounting and material one-time items.

Management uses non-GAAP Operating Earnings in its internal analysis, and in communications with investors and analysts, as a consistent measure for comparing PSEG's financial performance to previous financial results. The presentation of non-GAAP Operating Earnings is intended to complement, and should not be considered an alternative to, the presentation of Net Income, which is an indicator of financial performance determined in accordance with GAAP. In addition, non-GAAP Operating Earnings as presented in this release may not be comparable to similarly titled measures used by other companies.

Due to the forward-looking nature of non-GAAP Operating Earnings guidance, PSEG is unable to reconcile these non-GAAP financial measures to the most directly comparable GAAP financial measure. Management is unable to project certain reconciling items, in particular MTM and NDT gains (losses), for future periods due to market volatility. Guidance included herein is as of May 4, 2020.

These materials and other financial releases can be found on the PSEG website at <https://investor.pseg.com>. From time to time, PSEG, PSE&G and PSEG Power release important information via postings on their corporate website at <https://investor.pseg.com>. Investors and other interested parties are encouraged to visit the corporate website to review new postings. The "Email Alerts" link at <https://investor.pseg.com> may be used to enroll to receive automatic email alerts regarding new postings.

Items Excluded from Net Income to Reconcile to Non-GAAP Operating Earnings

PUBLIC SERVICE ENTERPRISE GROUP INCORPORATED
Consolidated Operating Earnings (non-GAAP) Reconciliation

Reconciling Items	Three Months Ended March 31,		Year Ended December 31,	
	2020	2019	2019	2018
	(\$ millions, Unaudited)			
Net Income	\$ 448	\$ 700	\$ 1,693	\$ 1,438
(Gain) Loss on Nuclear Decommissioning Trust (NDT)				
Fund Related Activity, pre-tax (PSEG Power)	219	(127)	(255)	144
(Gain) Loss on Mark-to-Market (MTM), pre-tax ^(b) (PSEG Power)	(107)	(106)	(285)	117
Plant Retirements and Dispositions, pre-tax (PSEG Power)	-	-	402	(51)
Lease Related Activity, pre-tax (PSEG Enterprise/Other)	-	-	58	8
Goodwill Impairment, pre-tax (PSEG Power)	-	-	16	-
Oil Lower of Cost or Market (LOCOM) adjustment, pre-tax (PSEG Power)	20	-	-	-
Income Taxes related to Operating Earnings (non-GAAP) reconciling items ^(c)	(60)	80	37	(74)
Operating Earnings (non-GAAP)	\$ 520	\$ 547	\$ 1,666	\$ 1,582
PSEG Fully Diluted Average Shares Outstanding (in millions)	507	507	507	507
	(\$ Per Share Impact - Diluted, Unaudited)			
Net Income	\$ 0.88	\$ 1.38	\$ 3.33	\$ 2.83
(Gain) Loss on NDT Fund Related Activity, pre-tax (PSEG Power)	0.44	(0.25)	(0.50)	0.28
(Gain) Loss on MTM, pre-tax ^(b) (PSEG Power)	(0.21)	(0.21)	(0.56)	0.23
Plant Retirements and Dispositions, pre-tax (PSEG Power)	-	-	0.79	(0.10)
Lease Related Activity, pre-tax (PSEG Enterprise/Other)	-	-	0.11	0.02
Goodwill Impairment, pre-tax (PSEG Power)	-	-	0.03	-
Oil LOCOM adjustment, pre-tax (PSEG Power)	0.04	-	-	-
Income Taxes related to Operating Earnings (non-GAAP) reconciling items ^(c)	(0.12)	0.15	0.08	(0.14)
Operating Earnings (non-GAAP)	\$ 1.03	\$ 1.08	\$ 3.28	\$ 3.12

(a) Includes the financial impact from positions with forward delivery months.

(b) Income tax effect calculated at statutory rate except for lease related activity which is calculated at a combined leveraged lease effective tax rate, and NDT related activity which is calculated at the statutory rate plus a 20% tax on income (losses) from qualified NDT funds.

PSEG Power Operating Earnings (non-GAAP) Reconciliation

Reconciling Items	Three Months Ended (\$ millions, Unaudited)		Year Ended (\$ millions, Unaudited)	
	2020	2019	2019	2018
Net Income	\$ 13	\$ 296	\$ 468	\$ 365
(Gain) Loss on NDT Fund Related Activity, pre-tax	219	(127)	(255)	144
(Gain) Loss on MTM, pre-tax ^(b)	(107)	(106)	(285)	117
Plant Retirements and Dispositions, pre-tax	-	-	402	(51)
Goodwill Impairment	-	-	16	-
Oil LOCOM adjustment, pre-tax	20	-	-	-
Income Taxes related to Operating Earnings (non-GAAP) reconciling items ^(c)	(60)	80	63	(73)
Operating Earnings (non-GAAP)	\$ 85	\$ 143	\$ 409	\$ 502
PSEG Fully Diluted Average Shares Outstanding (in millions)	507	507	507	507

(b) Includes the financial impact from positions with forward delivery months.

(c) Income tax effect calculated at statutory rate except for NDT related activity which is calculated at the statutory rate plus a 20% tax on income (losses) from qualified NDT funds.

**PSEG Enterprise/Other
Operating Earnings (non-GAAP) Reconciliation**

Reconciling Items	Three Months Ended March 31,		Year Ended December 31,	
	2020	2019	2019	2018
	(\$ millions, Unaudited)			
Net Income (Loss)	\$ (9)	\$ 1	\$ (25)	\$ 6
Lease Related Activity, pre-tax	-	-	58	8
Income Taxes related to Operating Earnings (non-GAAP) reconciling items ^(a)	-	-	(26)	(1)
Operating Earnings (non-GAAP)	\$ (9)	\$ 1	\$ 7	\$ 13
PSEG Fully Diluted Average Shares Outstanding (in millions)	507	507	507	507

(a) Income tax effect calculated at a combined leveraged lease effective tax rate.