



# It's Our Nature To Be Cooperative

ARKANSAS ELECTRIC COOPERATIVE CORPORATION | 2007 ANNUAL REPORT

## FINANCIAL HIGHLIGHTS

AS OF OCTOBER 31, 2007 AND 2006 *(In thousands)*

	2007	2006
Energy sales to members	<b>12,237,590 MWh</b>	11,986,372 MWh
Sales to others	<b>366,110 MWh</b>	190,795 MWh
Excess energy sales	<b>704,419 MWh</b>	847,659 MWh
Total	<b>13,308,119 MWh</b>	13,024,826 MWh
Average cost to members	<b>\$ 44.95 /MWh</b>	\$ 49.26 /MWh
Total operating revenues	<b>\$ 586,972,616</b>	\$ 620,084,616
Operating margin/(loss)	<b>\$ (6,228,548)</b>	\$ 13,055,083
Net margins	<b>\$ 462,991</b>	\$ 20,110,442
Cash flows from operations	<b>\$ 41,922,105</b>	\$ 55,617,608
Times interest earned ratio	<b>1.02</b>	1.66
Debt service coverage ratio	<b>1.01</b>	1.15
Earnings to fixed charges	<b>1.01</b>	1.55
Total assets	<b>\$ 1,105,249,431</b>	\$ 1,107,984,932
Net utility plant	<b>\$ 746,475,642</b>	\$ 736,980,212
Total long-term debt	<b>\$ 459,591,126</b>	\$ 483,226,435
Total equity	<b>\$ 422,078,039</b>	\$ 429,863,032
Equity to assets ratio	<b>38.19%</b>	38.80%
Equity as % of capitalization	<b>47.87%</b>	47.08%
Long-term debt to equity ratio	<b>1.09</b>	1.12