

**CMS Energy Corporation**  
**Earnings By Quarter and Year GAAP Reconciliation**  
**(Unaudited)**

*(In millions, except per share amounts)*

	<b>2007</b>				
	<b>1Q</b>	<b>2Q</b>	<b>3Q</b>	<b>4Q</b>	<b>Dec YTD</b>
<b>Reported net income (loss) - GAAP</b>	(\$215)	\$33	\$82	(\$127)	(\$227)
<b>After-tax items:</b>					
Electric and gas utility	4	-	-	-	4
Enterprises	49	19	(10)	222	280
Corporate interest and other	(81)	32	9	(38)	(78)
Discontinued operations (income) loss	178	(91)	-	2	89
Asset impairment charges, net	157	25	(49)	-	133
<b>Adjusted income - non-GAAP</b>	<b>\$92</b>	<b>\$18</b>	<b>\$32</b>	<b>\$59</b>	<b>\$201</b>
<b>Average shares outstanding, basic</b>	221.5	222.6	223.0	223.4	222.6
<b>Average shares outstanding, diluted</b>	221.5	222.6	241.3	223.4	222.6
<b>Reported earnings (loss) per share - GAAP</b>	(\$0.97)	\$0.15	\$0.34	(\$0.57)	(\$1.02)
<b>After-tax items:</b>					
Electric and gas utility	0.01	-	-	-	(0.07)
Enterprises	0.23	0.08	(0.04)	0.99	1.25
Corporate interest and other	(0.36)	0.15	0.03	(0.17)	(0.32)
Discontinued operations (income) loss	0.80	(0.41)	-	0.01	0.40
Asset impairment charges, net	0.71	0.11	(0.20)	-	0.60
<b>Adjusted earnings per share - non-GAAP</b>	<b>\$0.42</b>	<b>\$0.08</b>	<b>\$0.13</b>	<b>\$0.26</b>	<b>\$0.84</b>

*(In millions, except per share amounts)*

	<b>2008</b>				
	<b>1Q</b>	<b>2Q</b>	<b>3Q</b>	<b>4Q</b>	<b>Dec YTD</b>
<b>Reported net income - GAAP</b>	\$103	\$46	\$79	\$61	\$289
<b>After-tax items:</b>					
Electric and gas utility	-	1	6	5	12
Enterprises	*	(4)	(*)	1	(3)
Corporate interest and other	-	-	(6)	1	(5)
Discontinued operations (income) loss	(*)	1	(1)	*	*
<b>Adjusted income - non-GAAP</b>	<b>\$103</b>	<b>\$44</b>	<b>\$78</b>	<b>\$68</b>	<b>\$293</b>
<b>Average shares outstanding, basic</b>	223.5	223.7	224.1	224.5	223.9
<b>Average shares outstanding, diluted</b>	236.6	239.1	234.3	226.6	234.8
<b>Reported earnings per share - GAAP</b>	\$0.44	\$0.19	\$0.34	\$0.27	\$1.23
<b>After-tax items:</b>					
Electric and gas utility	-	0.01	0.02	0.03	0.05
Enterprises	*	(0.02)	0.01	*	(0.01)
Corporate interest and other	-	-	(0.03)	*	(0.02)
Discontinued operations (income) loss	(*)	0.01	(0.01)	*	*
<b>Adjusted earnings per share - non-GAAP</b>	<b>\$0.44</b>	<b>\$0.19</b>	<b>\$0.33</b>	<b>\$0.30</b>	<b>\$1.25</b>

Note: Year-to-date (YTD) EPS may not equal sum of quarters due to share count differences.

\* Less than \$500 thousand or \$0.01 per share.

**CMS ENERGY CORPORATION**  
**Earnings Segment Results GAAP Reconciliation**  
**(Unaudited)**

<b>December 31</b>	<b>Three Months Ended</b>		<b>Twelve Months Ended</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b><u>Electric Utility</u></b>				
Reported	\$ 0.17	\$ 0.17	\$ 1.16	\$ 0.88
Dilution Impact	-	-	-	(0.06)
Unrealized Investment Loss	0.02	-	0.03	-
Asset Sales Loss and Other, net	-	-	*	0.01
Adjusted	<u>\$ 0.19</u>	<u>\$ 0.17</u>	<u>\$ 1.19</u>	<u>\$ 0.83</u>
<b><u>Gas Utility</u></b>				
Reported	\$ 0.19	\$ 0.15	\$ 0.38	\$ 0.39
Dilution Impact	-	-	-	(0.03)
Unrealized Investment Loss	0.01	-	0.02	-
Asset Sales Loss and Other, net	-	-	-	0.01
Adjusted	<u>\$ 0.20</u>	<u>\$ 0.15</u>	<u>\$ 0.40</u>	<u>\$ 0.37</u>
<b><u>Enterprises</u></b>				
Reported	\$ 0.01	\$ (0.97)	\$ 0.06	\$ (1.75)
Unrealized Investment Loss	*	-	0.01	-
Asset Impairment Charges, net of insurance recoveries	-	-	-	0.55
Asset Sales (Gain) Loss and Other, net	-	0.99	(0.02)	1.25
Adjusted	<u>\$ 0.01</u>	<u>\$ 0.02</u>	<u>\$ 0.05</u>	<u>\$ 0.05</u>
<b><u>Corporate Interest and Other</u></b>				
Reported	\$ (0.10)	\$ 0.09	\$ (0.37)	\$ (0.14)
Dilution Impact	-	-	-	0.03
Unrealized Investment Loss	*	-	0.01	-
Asset Impairment Charges, net of insurance recoveries	-	-	-	0.05
Asset Sales Gain and Other, net	-	(0.17)	(0.03)	(0.35)
Adjusted	<u>\$ (0.10)</u>	<u>\$ (0.08)</u>	<u>\$ (0.39)</u>	<u>\$ (0.41)</u>
<b><u>Discontinued Operations</u></b>				
Reported	\$ -	\$ (0.01)	\$ -	\$ (0.40)
Discontinued Operations Loss	-	0.01	-	0.40
Adjusted	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>Totals</u></b>				
Reported	\$ 0.27	\$ (0.57)	\$ 1.23	\$ (1.02)
Discontinued Operations Loss	-	0.01	-	0.40
Dilution Impact	-	-	-	(0.06)
Unrealized Investment Loss	0.03	-	0.07	-
Asset Impairment Charges, net of insurance recoveries	-	-	-	0.60
Asset Sales (Gain) Loss and Other, net	-	0.82	(0.05)	0.92
Adjusted	<u>\$ 0.30</u>	<u>\$ 0.26</u>	<u>\$ 1.25</u>	<u>\$ 0.84</u>
Average Common Shares Outstanding - Diluted (in millions)	<u>226.6</u>	<u>223.4</u>	<u>234.8</u>	<u>222.6</u>

\* Less than \$0.01 per share.