

EXHIBIT 4

LOUISVILLE GAS AND ELECTRIC COMPANY

FINANCIAL EXHIBIT
(807 KAR 5:001 SEC. 18(2)(a) and SEC. 12)

December 31, 2015

- (1) Amount and kinds of stock authorized.

75,000,000 shares of Common Stock, without par value
1,720,000 shares of Preferred Stock at \$25.00 par value — authorized, but unissued
6,750,000 shares of Preferred Stock, without par value — authorized, but unissued

- (2) Amount and kinds of stock issued and outstanding.

Common Stock:

21,294,223 shares issued and outstanding, without par value, recorded at \$424,334,535.

- (3) Terms of preference of preferred stock whether cumulative or participating, or on dividends or assets or otherwise.

None

- (4) Brief description of each mortgage on property of applicant, giving date of execution, name of mortgagor, name of mortgagee, or trustee, amount of indebtedness authorized to be secured thereby, and the amount of indebtedness actually secured, together with any sinking fund provisions.

Date of Execution: Filing with Commission: On May 11, 2015, copies of the October 1, 2010 Indenture and the October 15, 2010, November 1, 2010 and November 1, 2013 Supplemental Indentures were filed with the Commission in Case No. 2015-00138. On February 22, 2016, a copy of the September 1, 2105 Supplemental Indenture was filed with the Commission in Case No. 2010-00205.

Mortgagor: Louisville Gas and Electric Company

Trustee: The Bank of New York Mellon

Amount of Authorized Debt: One quintillion dollars

Amount of Debt Secured: \$1,659,304,000

Sinking Fund Provisions: None

Pledged Assets: Substantially all assets of Louisville Gas and Electric Company located in Kentucky

Amount of bonds authorized, and amount issued, giving the name of the public utility which issued the same, describing each class separately, and giving date of issue, face value, rate of interest, date of maturity and how secured, together with an amount of interest paid thereon during the last 12-month period.

Secured by first mortgage lien on substantially all assets in Kentucky.

Louisville Gas and Electric Company

Date of Issue	Date of Maturity	Rate of Interest	Authorized	Outstanding at December 31, 2015	Interest Expense Year Ended December 31, 2015	
Pollution Control Bonds						
05/19/00	05/01/27	Variable	\$ 25,000,000	\$ 25,000,000	199,338	
08/09/00	08/01/30	Variable	83,335,000	83,335,000	157,411	
09/11/01	09/01/27	Variable	10,104,000	10,104,000	15,095	
03/06/02	09/01/26	Variable	22,500,000	22,500,000	51,639	
03/06/02	09/01/26	1.05%	**** 27,500,000	27,500,000	288,750	
03/22/02	11/01/27	1.35%	***** 35,000,000	35,000,000	472,500	
03/22/02	11/01/27	1.35%	***** 35,000,000	35,000,000	472,500	
10/23/02	10/01/32	Variable	41,665,000	41,665,000	100,930	
11/20/03	10/01/33	1.65%	128,000,000	128,000,000	2,112,000	
04/13/05	02/01/35	2.20%	**** 40,000,000	40,000,000	880,000	
04/26/07	06/01/33	1.15%	** 31,000,000	31,000,000	356,500	
04/26/07	06/01/33	1.60%	** 35,200,000	35,200,000	563,200	
0 ⁴ / ₂ 6/07	06/01/33	4.60%	60,000,000	60,000,000	2,760,000	
Interest Rate Swaps					7,942,287	
				\$ 574,304,000	\$ 574,304,000	\$ 16,372,150
First Mortgage Bonds						
11/16/10	11/15/15	1.625%	250,000,000	0	3,543,403	
11/16/10	11/15/40	5.125%	285,000,000	285,000,000	14,606,250	
11/14/13	11/15/43	4.650%	250,000,000	250,000,000	10,191,296	
09/28/15	10/01/25	3.300%	300,000,000	300,000,000	2,923,287	
09/28/15	10/01/45	4.375%	250,000,000	250,000,000	3,082,166	
				\$1,335,000,000	\$ 1,085,000,000	\$ 34,346,402

* On April 2, 2012, Louisville Gas and Electric (LG&E) remarketed the Louisville/Jefferson County Metro Government 2003 Series A bonds wherein the interest rate was fixed at 1.650% until April 3, 2017, at which time the Company must remarket the bonds or buy them back.

** On June 1, 2012, LG&E remarketed the Louisville/Jefferson County Metro Government 2007 Series B bonds wherein the interest rate was fixed at 1.600% until June 1, 2017, at which time the Company must remarket the bonds or buy them back.

*** On December 1, 2012, LG&E remarketed the Louisville/Jefferson County Metro Government 2007 Series A bonds wherein the interest rate was fixed at 1.15% until June 1, 2017, at which time the Company must remarket the bonds or buy them back.

**** On December 2, 2013, LG&E remarketed the Louisville/Jefferson County Metro Government 2005 Series A bonds wherein the interest rate was fixed at the 2.20% until July 31, 2019, at which time the Company must remarket the bonds or buy them back.

***** On December 15, 2014, LG&E remarketed the Trimble County 2001 Series A bonds wherein the interest rate was fixed at 1.05% until March 1, 2018, at which time the Company must remarket the bonds or buy them back.

***** On December 15, 2014, LG&E remarketed the Trimble County 2001 Series B and Jefferson County 2001 Series B bonds wherein the interest rate was fixed at 1.35% until May 1, 2018, at which time the Company must remarket the bonds or buy them back.

- (6) Each note outstanding, giving date of issue, amount, date of maturity, rate of interest, in whose favor, together with amount of interest paid thereon during the last 12-month period.

There are no notes outstanding as of December 31, 2015.¹

- (7) Other indebtedness, giving same by classes and describing security, if any, with a brief statement of the devolution or assumption of any portion of such indebtedness upon or by person or corporation if the original liability has been transferred, together with amount of interest paid thereon during the last fiscal year.

None, other than current and accrued liabilities.

- (8) Rate and amount of dividends paid during the five previous fiscal years, and the amount of capital stock on which dividends were paid each year.

Dividends on Common Stock, without par value (not based on rate per share)

2011	83,250,000
2012	75,250,000
2013	99,000,000
2014	112,000,000
2015	119,000,000

LG&E maintains a syndicated revolving credit facility of \$500 million. Although there isn't any outstanding balance on the revolver; LG&E has executed notes under the multiyear revolving credit program, and also has \$142 million of short term commercial paper outstanding as of December 31, 2015.

The amount of total proprietary capital on which dividends were paid as of Dec. 31st

2011		1,376,845,592
	2012	1,424,518,370
	2013	1,570,218,973
	2014	1,783,850,924
	2015	1,940,270,497

Detailed Income Statement, Balance Sheet and Statement of Retained Earnings

Monthly Financial and Operating Reports are filed each month with the Kentucky Public Service Commission. Attached are detailed Statements of Income, Balance Sheets and Retained Earnings for the Company for the period ending December 31, 2015.

Louisville Gas and Electric Company
Balance Sheet as of December 31, 2015

Assets		Liabilities and Proprietary	
Utility Plant		Capital Proprietary Capital	
Utility Plant at Original Cost.....	\$ 6,523,426,436.56	Common Stock.....	\$ 425,170,424.09
Less: Reserves for Depreciation and Amortization	2,015,937,460.48	Less: Common Stock Expense.....	835,888.64
		Paid-In Capital.....	417,081,499.00
Total.....	4,507,488,976.08	Other Comprehensive Income	
		Retained Earnings.....	1,098,854,462.71
Investments		Total Proprietary Capital	1,940,270,497.16
Ohio Valley Electric Corporation.....	594,286.00	Other Long-Term Debt.....	1,654,729,467.65
Nonutility Property - Less Reserve.....	567,535.13	Total Long-Term Debt.....	1,654,729,467.65
Special Funds.....	9,111,613.40	Total Capitalization	3,594,999,964.81
Total.....	10,273,434.53	Current and Accrued Liabilities	
Current and Accrued Assets		ST Notes Payable to Associated Companies.....	
Cash	2,749,464.21	Notes Payable.....	141,969,180.01
Special Deposits		Accounts Payable	172,152,825.79
Temporary Cash Investments.....	16,031,631.89	Accounts Payable to Associated Companies.....	24,563,440.46
Accounts Receivable - Less Reserve.....	165,958,510.51	Customer Deposits.....	25,405,487.76
Notes Receivable from Associated Companies		Taxes Accrued.....	19,925,518.88
Accounts Receivable from Associated Companies ...	16,375,433.66	Dividends Declared	
Materials and Supplies - At Average Cost		Interest Accrued.....	10,946,603.47
Fuel	71,040,238.38	Miscellaneous Current and Accrued Liabilities	70,058,014.62
Plant Materials and Operating Supplies.....	32,048,293.29	Total	465,021,070.99
Stores Expense	5,546,727.58	Deferred Credits and Other	
Gas Stored Underground	42,068,559.83	Accumulated Deferred Income Taxes.....	1,089,626,416.50
Emission Allowances.....	159.09	Investment Tax Credit	34,643,470.65
Prepayments	6,472,536.96	Regulatory Liabilities	89,547,280.36
Miscellaneous Current and Accrued Assets	411.87	Customer Advances for Construction	7,428,646.39
Total	358,291,967.27	Asset Retirement Obligations	189,099,814.48
Deferred Debits and Other		Other Deferred Credits	4,017,629.15
Unamortized Debt Expense	15,881,934.90	Miscellaneous Long-Term Liabilities	4,249,577.64
Unamortized Loss on Bonds.....	16,863,861.47	Accum Provision for Pension & Postretirement Benefits.....	132,307,531.03
Accumulated Deferred Income Taxes.....	261,142,312.27	Total	1,550,920,366.20
Deferred Regulatory Assets	434,413,096.84	Total Liabilities and Stockholders' Equity.....	\$ 5,610,941,402.00
Other Deferred Debits.....	6,585,818.64		
Total	734,887,024.12		
Total Assets.....	\$ 5,610,941,402.00		

Louisville Gas and Electric Company
Statement of Income
December 31, 2015

	Year Ended 12/31/2015
Electric Operating Revenues.....	\$ 1,146,077,403.04
Gas Operating Revenues	319,521,344.26
	1,465,598,747.30
Fuel for Electric Generation.....	339,561,703.42
Power Purchased	59,903,875.93
Gas Supply Expenses	142,271,053.03
Other Operation Expenses	248,995,045.05
Maintenance	114,048,757.77
Depreciation	151,308,950.75
Amortization Expense.....	10,664,306.59
Regulatory Credits	
Taxes	
Federal Income	(13,679,234.83)
State Income	3,659,700.36
Deferred Federal Income - Net	113,800,565.01
Deferred State Income - Net	13,718,209.44
Property and Other	37,400,046.64
Amortization of Investment Tax Credit	(1,338,634.00)
Loss (Gain) from Disposition of Allowances	(122.56)
Accretion Expense	
	1,220,314,222.60
Net Operating Income	245,284,524.70
Other Income Less Deductions	(3,419,679.86)
	241,864,844.84
Income Before Interest Charges	241,864,844.84
Interest on Long-Term Debt	50,718,552.20
Amortization of Debt Expense - Net.....	3,637,668.92
Other Interest Expenses	2,089,050.15
	56,445,271.27
Total Interest Charges	56,445,271.27
Net Income	\$ 185,419,573.57

Louisville Gas and Electric Company
Analysis of Retained Earnings
December 31, 2015

Year Ended 12/31/15

Balance at Beginning of Period.....	\$ 1,032,434,889.14
Add:	
Net Income for Period.....	185,419,573.57
Deduct:	
Adjustment to Retained Earnings	
Common Dividends	
Common Stock Without Par Value	<u>119,000,000.00</u>
Balance at End of Period	<u>\$ 1,098,854,462.71</u>