



PPL Corporation
Standards of Integrity
Our Vision and Values in Action

A Message from Bill Spence



Dear Colleague:

PPL has an excellent business model and great assets that position the company for success in the challenging energy industry. But PPL's greatest strength is you: the skilled and dedicated people who serve our customers, investors and stakeholders. You have proven that PPL people can consistently provide reliable, safe, competitively priced energy to customers and best-in-sector returns to our shareowners.

Delivering on our promises is important, but it's equally important that we do so the right way. That means we adhere to the highest ethical standards, work safely and responsibly, and comply with both the spirit and the letter of the laws, regulations, rules and policies that govern our operations.

Our Standards of Integrity define the ways we conduct PPL's business, no matter where we are, no matter what our job. By upholding these standards, we uphold our company's reputation and the integrity of each employee. Our Standards of Integrity are more than words on a page; they help provide a road-map for every action we take and they govern every decision we make as representatives of PPL.

Of course, the right action isn't always a clear-cut path. Sometimes lines are blurred and choosing a direction gets more complicated. That's when we want you to ask a question or raise a concern.

I'm proud to lead people who dedicate themselves to doing their jobs the right way, and with an unflinching commitment to high values and standards.

Our Standards of Integrity provide a sound foundation for our approach to our work. These high standards have made our company what it is today. And they will help ensure that PPL remains a successful, ethical and respected company for many more years to come.

A handwritten signature in black ink that reads "Bill Spence". The signature is written in a cursive, flowing style with a long horizontal line extending from the end of the name.

Bill Spence
Chairman, President
and Chief Executive Officer

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About PPL's Standards of Integrity

PPL is committed to doing business the right way by maintaining high ethical standards and acting with integrity in all our business decisions and practices. PPL's Standards of Integrity ("Standards") help us make the right decisions and take the right actions in the right ways to keep that commitment.

The Standards are an integral part of PPL's corporate business ethics and compliance program and apply to all directors, managers, officers, employees and agents, as appropriate, of PPL Corporation and its subsidiaries for which an affiliate has operating control (collectively, "PPL" or the "Company"). For the ease of reference throughout, the Standards will generally refer to "employees."

The Standards contain the legal and ethical principles that must be followed by everyone working within the PPL family of companies and provide guidelines for the way PPL expects these individuals to conduct business. All employees of PPL are responsible for knowing, understanding and abiding by the Standards.

PPL's commitment to maintaining high ethical standards begins with the obligation to fully comply with all applicable laws, rules, regulations, policies and procedures governing PPL's businesses. Such laws and regulations include, but are not limited to, laws and regulations of the United States, laws of the United Kingdom, laws of the European Union and laws of all other places in which PPL conducts business operations and activities. PPL takes any instance of noncompliance seriously.

Not every applicable law is addressed in this publication. However, adhering to the Standards means that our performance meets both the spirit and the letter of all applicable laws, rules, regulations, policies and procedures. If you believe that there is a conflict between the Standards and any applicable law, you must consult a Company attorney, PPL's Office of Business Ethics and Compliance, or your company's equivalent to determine the appropriate course of action.

The various policies and procedures of PPL are designed to establish the Company's expectations relating to business practices, ensure compliance with applicable laws and regulations, position PPL for success in the competitive marketplace, and protect and enhance PPL's reputation for integrity. Current corporate policies and procedures are available on PPL's intranet site, as well as the local

websites of various subsidiaries. You are accountable for knowing, understanding and complying with PPL corporate policies and procedures as well as your company and workgroup policies and procedures that are applicable to your job and duties.

PPL encourages employees to ask questions or raise concerns about the application or interpretation of the Standards. The Company will not discriminate against or tolerate any form of retaliation toward employees who ask questions or raise concerns in good faith or toward employees who participate in the investigation of a concern. It is, however, unacceptable and a violation of the Standards to file a report or provide information knowing it to be false or misleading.

Throughout the Standards, there are references to “your company’s equivalent.” For companies in the United States, employees should direct questions to PPL’s Office of Business Ethics and Compliance, a Company attorney, or any other contact that is specified in that section of the Standards. Employees of LG&E and KU Energy LLC and its subsidiaries also have the option of contacting the LG&E/KU Compliance Department. For companies in countries other than the United States, employees should direct questions to those contacts identified in the supplemental materials that accompany the Standards.

Because PPL updates the Standards periodically, employees should refer to the online publication of the Standards for the most recent version. You also should review your own company’s procedures for additional guidance.

The Standards do not, in any way, constitute an employment contract or an assurance of continued employment.





Our vision

Empowering economic vitality and quality of life.

Our mission

To provide reliable, safe, competitively priced energy to our customers and best-in-sector returns to our shareowners.

Our values

- Safety and Health
- Customer Focus
- Employee Commitment and Diversity
- Integrity and Openness
- Performance Excellence
- Corporate Citizenship



People

Workplace Safety

One of PPL's primary goals is to provide and maintain a work environment that promotes the health and safety of our employees and the general public. No job is too important or so urgent that precautions, laws or regulations concerning health and safety can be bypassed. The goal is very simple: zero accidents or incidents adversely impacting employees, contractors or the public.

The Company is committed to providing a safe work environment. Each of us is accountable for safe work behaviors and must work with internal and external stakeholders to reduce hazards within the working environment.

Employees must take workplace safety very seriously. Attending training, implementing safe work practices and taking appropriate security precautions are all examples of ways to reduce risk. You must be alert to potential safety hazards or unsafe work practices and immediately report dangerous conditions or situations so that workplace accidents and injuries can be avoided.

Equal Employment Opportunity and Nondiscrimination

The Company is committed to fostering a professional work environment in which we are all treated with respect and dignity and that promotes equal employment opportunities and prohibits discriminatory practices, including harassment. Hiring and other employment decisions at PPL are based on merit and the principle of furthering equal opportunity in the workplace. PPL is also committed to complying with U.S. laws and employment discrimination laws applicable to its

Integrity in action

- Q. Do I need to report an incident which resulted in only a minor injury?**
- A. Yes. You must report all incidents, no matter how minor. Reporting even minor incidents provides the Company with the information needed to identify hazards and take corrective action before serious injuries occur.

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Integrity in action

- Q. During a staff meeting, with my supervisor present, an employee told a racially derogatory joke. When I expressed my concern to the employee and other co-workers they said I was being "too sensitive." What should I do?**
- A. Raise your concern with your supervisor, the manager to whom your supervisor reports, Human Resources, PPL's EthicsHelpline or your company's equivalent.

Integrity in action

Legally protected classes include, but are not limited to, race, color, national origin, gender, age, religion, veteran status, citizenship, sexual orientation or disability.

employees in other countries where PPL conducts business.

PPL expects the full support of each and every employee in maintaining a workplace free of discrimination. You may not interfere with or retaliate against employees who assert their rights under labor and employee relations laws.

Sexual and Other Forms of Harassment

PPL prohibits any form of harassment in the workplace, including sexual harassment and harassing conduct based on any legally protected class. Harassing conduct can include, but is not limited to, epithets, slurs or negative stereotyping; threatening, intimidating or hostile acts; and written or graphic material that denigrates or shows hostility or aversion toward an individual or group.

PPL expects employees to interact with each other in a professional and respectful manner.

Reporting Responsibilities and Procedures. If you believe that you have been subjected to harassment of any kind, you should promptly report the incident to a supervisor, Human Resources, PPL's Office of Business Ethics and Compliance, or your company's equivalent. Complaints of harassment, abuse or discrimination will be investigated promptly and will be kept confidential to the extent possible.

Drug and Alcohol Use

PPL is committed to providing a healthy and safe workplace. To promote this goal, employees are required to report to work in appropriate mental and physical condition to perform their jobs in a satisfactory manner. Accordingly, being under the influence of alcohol or illegal drugs and the sale, use, possession, manufacture or distribution of any illegal drugs or controlled substances on Company property or Company time are strictly prohibited. The legal use of medications is permitted on the job only if it does not impair an employee's ability to perform the essential functions of the job in a safe and effective manner.

Employee Privacy

PPL collects and maintains personal information that relates to your employment, including medical and benefit information. Special care is taken to limit access to personal information to Company personnel with a need to know such information for a legitimate business purpose, and then only when permitted by applicable law. Protecting your privacy and personal information is a priority for PPL. PPL complies with the privacy and security mandates set forth by the Health Insurance Portability and Accountability Act (HIPAA), and the fiduciary duties of the Employee Retirement Income Security Act (ERISA). Employees who are responsible for maintaining personal information and those who have access to such information must ensure that private information is not disclosed in violation of applicable law, including data protection laws, or in violation of PPL's policies.

Nuclear Operations in the United States

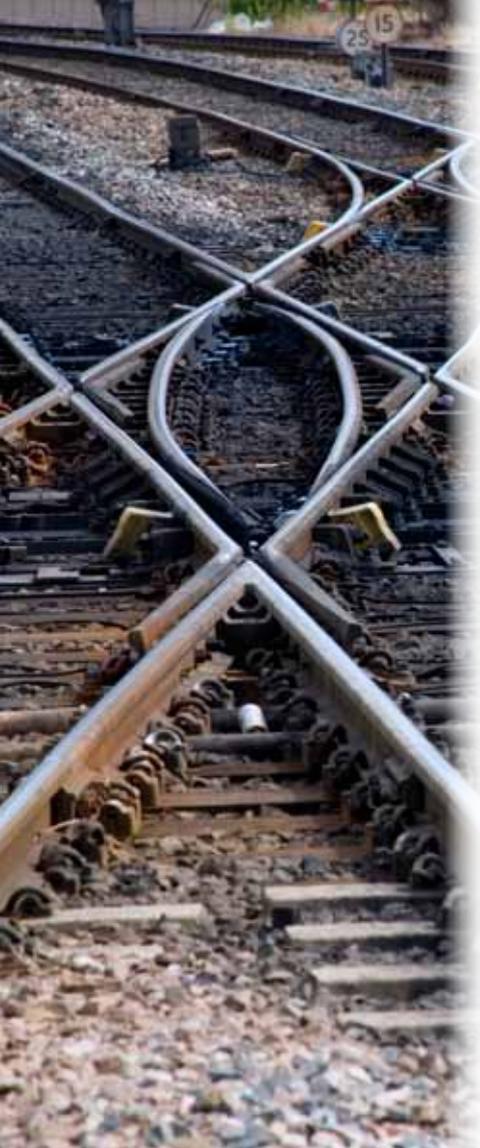
PPL is committed to a nuclear program that ensures the health and safety of our employees and the public. Full compliance with the laws and regulations governing nuclear power plants is critical to meeting that commitment.

While we have a comprehensive set of procedures and programs, the nuclear business demands the constant vigilance of all employees. That vigilance includes a questioning attitude, paying attention to details and performing duties in a safe manner and in accordance with Susquehanna Steam Electric Station policies and procedures.

In addition, PPL is committed to a work environment in which employees feel free to raise questions and concerns without fear of retaliation. It is expected that supervisors will ensure that all employee questions and concerns reported to them are promptly and properly addressed. Promptly responding to workplace questions and concerns enables the Company to address safety issues expeditiously. It also provides a means to continually improve our programs and processes.

Integrity in action

Employee questions and concerns can be raised to any PPL Susquehanna, LLC manager; an Employee Concerns Representative; the Susquehanna Concerns Line (1-800-935-4837 or <https://www.integrity-helpline.com/ppl.jsp>); through the Corrective Action Program as an Action Request; or to the Nuclear Regulatory Commission. In each case, the employee may choose to remain anonymous.



Conflicts of Interest

In all of your activities as a PPL employee, you must avoid any conflict, or the appearance of a conflict, between your personal interests and PPL's interests. Your obligation to conduct PPL's business in an honest and ethical manner includes the ethical handling of actual, apparent and potential conflicts of interest between personal and business relationships.

A conflict of interest generally arises when you have the opportunity to influence decisions in a way that could lead to personal benefit or improper advantage for you or others resulting in the compromise, or appearance of compromise, of your judgment and your ability to carry out your work duties objectively. Although it is not possible to describe every possible conflict of interest, the following sections describe some common situations in which a conflict may arise. You must promptly disclose (in writing) actual or potential conflicts of interest to your supervisor and PPL's Office of Business Ethics and Compliance or your company's equivalent.

To maintain an objective and impartial relationship on behalf of PPL, you must, at a minimum, comply with the following:

- Refrain from using any Company name or other resources, such as information, property or time, to perform outside activities unless specifically authorized in writing in advance by your supervisor.
- Not represent a supplier or other entity in its dealings with PPL unless specifically approved in writing in advance by the Company.
- Not attempt to influence PPL's dealings, either directly or indirectly, with

Integrity in action

Q. My brothers and I own a business and we are planning to bid on a project for PPL. What should I do?

A. You should seek guidance from PPL's Office of Business Ethics and Compliance or your company's equivalent regarding required disclosures before you or your brothers submit a bid on a PPL project.

- any supplier, contractor, financial institution or other person or entity with whom you have a personal or financial relationship.
- Not engage in any outside activity that conflicts with or impairs your ability to perform your Company duties in the best interests of the Company.

You must also be sensitive to issues of security, confidentiality and conflicts of interest if your spouse or another member of your immediate family, or someone else you are close to, is a competitor or supplier of the Company, or is employed by one.

Improper Influence

The Company prohibits the giving or receiving of bribes of any kind made to or accepted from any person, business or entity whatsoever. Employees must never offer, give, solicit or receive any money, offers in kind, bribes or kickbacks when dealing with outside parties such as suppliers, customers, financial institutions, contractors and government officials. You also should avoid any action constituting or even giving the appearance of improper influence of others. Company funds shall not be used to make payments for any unlawful or improper purpose. For further guidance, see the following sections.

Gifts and Entertainment

It may be appropriate in the course of business to provide or receive promotional items, meals, refreshments, transportation, lodging or entertainment to or from others with whom we do business. This is part of the process of developing good business relationships and creating good will. However, it is PPL's policy to avoid any improper influence or appearance of improper influence. Providing and accepting gifts and entertainment may create a conflict of interest in certain circumstances. You must always use good judgment and act with moderation. All employees engaged in external relationships on behalf of PPL are required, at a minimum, to adhere to the guidelines below. However, you should check with your supervisor to find out if your department has adopted more stringent rules.

Integrity in action

Q. A government employee who works for an agency that regulates PPL activities contacts me to inquire about an open position at the Company. What should I do?

A. It is important that you avoid any actions or communications with the individual that may be or appear to be an attempt to improperly influence the government employee. For guidance on how to respond to the inquiry, you should seek guidance from a Company attorney.

You should never solicit gifts or entertainment, directly or indirectly, from any outside source with which you do business. Gifts or entertainment in any form that would likely result in a feeling or expectation of personal obligation, or that might affect your business judgment or decisions, should not be offered or accepted.

The rules regarding business gifts, meals, refreshment and entertainment are generally more strict for government employees and foreign officials. Refer to the sections below on Gifts, Hospitality and Entertainment for U.S. Officials and Laws Concerning Bribery of Foreign Government Officials or Others for further guidance.

Gifts

At PPL, you generally may give or accept a gift if it is unsolicited; is modest in value; is appropriate under the circumstances; is not given with the intent to gain favor or improper influence; is given openly and not concealed; is customary and commonly accepted practice in the industry; is not part of a steady stream of gifts from or to a single source; would not create, in the view of a third party, the appearance of a conflict of interest; and does not violate the U.S. Foreign Corrupt Practices Act (the "FCPA"), other U.S. laws, the U.K. Bribery Act, or other countries' laws restricting gifts to government officials or business counterparts. Gifts to or from third parties of cash or cash equivalents (including gift certificates, gift cards, securities, below-market loans, etc.) in any amount are prohibited.

Promotional items are generally permitted to be given or accepted. An item is promotional in nature if it is nominal in value, imprinted with corporate advertising and is typically distributed widely to others, such as a coffee mug bearing a company logo.

In certain circumstances, it may be appropriate to give or accept a more expensive gift than that which is normally contemplated. For example, in some parts of the world, giving or exchanging gifts of considerable value is lawful and customary. Not accepting a gift could be considered an insult to the giver and not offering a gift might be an insult to the host. This could reflect badly on

Integrity in action

- Q. A vendor gave me a gift card for the holidays. Can I accept it?**
- A. No. Gifts to or from third parties of cash or cash equivalents in any amount are prohibited. Gift cards are equivalent to cash. You should return the gift card, along with a thank you and an explanation of the policy.

PPL. In such circumstances, you may give or accept the gift as long as it would not violate any laws or the Standards and it is unsolicited. Such gifts become Company property, and you must document your receipt or giving of a gift under these circumstances by notifying your supervisor in writing. See the section on Laws Concerning Bribery of Foreign Government Officials or Others for additional guidance.

If you or a member of your family is offered a gift that does not or might not comply with PPL's policy, decline it, explain the guidelines set forth in the Standards to the gift giver and notify your supervisor. If you are contemplating providing a gift and are uncertain whether it is permitted under PPL's policy, you should contact your supervisor or PPL's Office of Business Ethics and Compliance or your company's equivalent for guidance.

Entertainment

You may offer or accept meals, refreshments or entertainment offered as a business courtesy during the normal course of business or work relationships with others, provided they are of moderate value, in good taste, occur infrequently and do not violate the FCPA, the U.K. Bribery Act or other applicable laws. Offering or accepting entertainment that is not reasonably related to a business relationship but is primarily intended to gain favor or improper influence is to be strictly avoided. Whenever appropriate, it is generally good business practice to provide meals on a reciprocal basis.

Entertaining customers and suppliers at cultural or sporting events, or attending such events at the invitation of customers or suppliers, is acceptable, provided that the requirements in the preceding paragraph are met.

Any questions regarding the appropriateness of attending specific events should be directed to your supervisor, PPL's Office of Business Ethics and Compliance, or your company's equivalent.

Integrity in action

- Q. A supplier invited me to join him at a regular season Major League Baseball game and provided me with a complimentary ticket. May I join him?**
- A.** Yes, provided that other facts surrounding this invitation, such as the frequency of such tickets being provided to you, do not create the appearance of a conflict of interest or improper influence.

Gifts, Hospitality and Entertainment for U.S. Government Officials

U.S. federal, state and local governments have their own rules restricting gifts and hospitality (e.g., meals, entertainment, transportation and lodging) that may be provided to government officials and government employees. These rules include an absolute ban on gifts, meals and refreshments, regardless of value, to members of the U.S. Congress or their staff. These rules are very specific, and, for example, prohibit even the purchase of a cup of coffee for a U.S. Congressional staff member. Other jurisdictions prohibit gifts to government officials and government employees in exchange for favorable treatment. In order to ensure compliance with these laws, PPL employees must obtain approval in writing from a Company attorney before providing any gift or hospitality to a U.S. government official or government employee.

Refer to the section of the Standards on Laws Concerning Bribery of Foreign Government Officials or Others for further guidance relating to similar laws of other countries in which PPL may do business.

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Laws Concerning Bribery of Foreign Government Officials or Others

Company policy, the FCPA, the U.K. Bribery Act, and the laws of many other countries in which PPL may do business prohibit employees, agents or any company in the PPL family of companies from giving or offering to give money or anything of value to a foreign government official, a foreign political party or party official, a candidate for political office or an official of certain international organizations, such as the United Nations, for the purpose of influencing any act or decision of that official; obtaining, retaining or directing business to any person; or securing any improper advantage. Many foreign entities appearing to function as private sector businesses are in fact partially state-owned, and employees of such enterprises should be treated as government employees for the purposes of compliance with the FCPA and other applicable laws. Payments made indirectly through an intermediary, under circumstances indicating that such payments might be passed along for prohibited purposes, are also prohibited. Employees may not avoid liability by “turning a blind eye” when circumstances indicate a potential violation.

Gifts to Foreign Government Officials

Nominal gifts to foreign government officials may be permitted in certain circumstances. All gifts regardless of value require prior written approval by PPL's Office of General Counsel and must comply with applicable record-keeping requirements.

Hospitality and Travel to Foreign Government Officials

Certain reasonable and bona fide promotional and government relations expenses involving the provision of meals, travel, lodging and similar benefits to foreign government officials may be permitted in certain circumstances. Any such expenditures require prior written approval by PPL's Office of General Counsel and must comply with applicable record-keeping requirements.

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Broad Reach of Anti-bribery Laws

Although PPL employees should pay particular attention to interactions with foreign government officials, the recently enacted U.K. Bribery Act also outlaws bribes or other improper payments made to non-government officials, such as a representative of a private business. In addition to prohibiting the payment of bribes, the U.K. Bribery Act also outlaws the receipt of a bribe or other improper payment. Both the FCPA and the U.K. Bribery Act have a broad reach and may cover conduct that takes place anywhere in the world. If you have any doubt as to whether the conduct is proper, consult with PPL's Office of General Counsel.

FCPA's Books and Records Provision

The FCPA also requires public corporations to maintain books and records that accurately reflect all corporate transactions and maintain a system of internal accounting controls that provide

reasonable assurance that transactions are executed as authorized; that Company books and records are maintained in such a manner that financial statements can be prepared in accordance with generally accepted accounting principles; and that all corporate assets are properly controlled and accounted for. It is Company policy to maintain accurate books and records and to maintain a system of internal accounting controls sufficient to ensure compliance with the record-keeping provisions of the FCPA.

Public Office

Many PPL employees take an active interest in serving in public office at various levels. Service in public office includes holding an elected or appointed government office and membership on any governmental board, committee or commission.

Because of PPL's frequent involvement with many governmental bodies, you must, in advance, inform PPL's Office of Business Ethics and Compliance or your company's equivalent of any public office you hold or of your intention to hold public office.

In jurisdictions outside the United States, it may be inappropriate for employees to hold public office while employed at your company.

To avoid misunderstanding, if you hold public office, it is your responsibility to disclose any actual or potential conflict to interested parties, including the Company, and to disqualify yourself from those actions in which there may be a conflict between your role as a PPL employee and your role as a public official.

Integrity in action

Q. I serve as a local official in my community. Can I vote on services provided by PPL (i.e., energy supplier choice, HVAC services, etc.) for this district?

A. You should abstain from voting on or otherwise participating in the locality's choice of any services provided by PPL.

Outside Business Activities

You may engage in outside business activities, as long as they do not interfere with the performance of your PPL job duties and you do not use or exploit your position or employment relationship with PPL or create any conflict between your outside activities and the business interests of the Company.

In general, you may be permitted, with prior written approval of the Company, to serve as an officer or director of another unrelated for-profit business. Such service is a recognition of your capabilities.

However, some circumstances may make it inappropriate. For example, such service may be a potential conflict of interest or may detract from an employee's job performance. You must notify your supervisor and PPL's Office of Business Ethics and Compliance or your company's equivalent in writing and receive approval from the Company before accepting any such post.

Community Activities (Nonprofit)

PPL encourages you to volunteer your time in community and charitable activities. Volunteering not only improves the quality of life in the communities PPL serves, it is also an excellent

way for you to make a difference and experience significant personal growth in areas such as leadership and communication skills, diversity awareness and team building.

These activities may include participation in Company-sponsored partnerships with educational institutions, volunteering in fire companies, or general activities with school, community or social service agencies. However, participation in such community activities can be time-consuming, and you must ensure that your volunteer work causes no undue interference with the performance of your job duties. For this reason, volunteer activities during normal working hours are at the discretion of your immediate supervisor.

A specialized aspect of community activity is serving as an officer, director or trustee of a nonprofit institution, such as a hospital, college or university; local or regional development organization; or other nonprofit entities. There are circumstances, however, that may

Integrity in action

Q. My daughter is selling candy for a school fundraiser. Can I sell the candy at work?

- A. Yes, provided that the fund-raising activities are for a legitimate charitable purpose. Please keep in mind the following guidelines:
- This activity should not interfere with your Company duties and responsibilities in any way.
 - You should not use Company resources for this activity – i.e., email.
 - Solicitation is not permitted. The fundraiser materials should not be placed in work areas, but may be placed in a break area on the floor, such as a kitchen, for voluntary participation.

Integrity in action

Q. I am considering a second job. Is it OK?

- A. In many cases, yes. However, you should discuss it with your supervisor and keep in mind the following guidelines:
- You cannot perform outside business activities on company time, in the workplace or with company resources.
 - You must not allow outside business activities to interfere with your Company duties and responsibility in any way.
 - You may not own a significant financial interest in, provide consulting services directly or indirectly to, or be employed by any organization that is a contractor or supplier for PPL in competition with the Company without permission of the Company.

For more information, contact PPL's Office of Business and Ethics Compliance or your company's equivalent.

make it inappropriate for you to fully participate as an officer, director or trustee of such nonprofit organizations. You must notify your supervisor and PPL's Office of Business Ethics and Compliance or your company's equivalent in writing before accepting such a position so that any potential conflict of interest can be identified and discussed with you. This reporting requirement is not intended to limit your freedom to serve as an officer, director or trustee of such nonprofit organizations. The purpose is to provide the Company with information that will permit the Company to make known to you any areas where a potential conflict of interest could cause embarrassment to you, the institution or the Company.

Insider Trading

Securities laws of the United States and many other countries prohibit employees from buying or selling securities of the Company when they are in possession of "material, nonpublic information" about the Company (also known as "insider trading"). Passing such information on to someone who may buy or sell securities – known as "tipping" – is also illegal. This prohibition also applies to the securities of other companies if you learn of material, nonpublic information about other companies in the course of your duties for the Company or otherwise. Information that is considered "material" (and hence, potentially subject to the prohibition on insider trading) may vary somewhat from jurisdiction to jurisdiction, but generally information is material if (a) there is a substantial likelihood that a reasonable investor would consider the information important in determining whether to trade in a security; or (b) the information, if made public, likely would affect the market price of a company's securities. Whether information is material depends on the facts and circumstances, but examples of information likely

Integrity in action

- Q. One of our suppliers with whom I work is a publicly traded company, the shares of which are listed on the New York Stock Exchange. I wanted to buy some of their stock because I think it is a good value at today's price. However, because of my contacts with this supplier, I have learned that their Board of Directors just approved a significant capital expenditure in order to expand their operations, but I haven't seen anything about it in the news. What should I do?**
- A.** Based on this information, you may not purchase their stock. The information you have would be considered "material, nonpublic information" (i.e., information that is important to the investing public, but is not yet publicly known). Until that information is publicly announced by the company, it is not appropriate for you to buy that company's stock. In addition, you should also review the "Conflicts of Interest" section in PPL's Standards of Integrity before purchasing PPL stock or the stock of any supplier or customer due to the potential issues that could arise.

to be material include unannounced dividends, earnings, financial results or forecasts; new or lost contracts; significant new or discontinued products or projects; sales results; important personnel changes; business plans; possible mergers, acquisitions, divestitures or joint ventures; and important regulatory, judicial or legislative actions. You must not misuse such information in any way, whether for personal benefit or the benefit of others.

Information is considered to be nonpublic unless it has been made public or confirmed by the Company and adequate time has passed for the securities markets to digest the information. Examples of adequate Company disclosure include public filings with securities regulatory authorities and the issuance of news releases, and may also include dissemination of information at open forums when members of the media are present and the public can participate. A delay of one business day is generally considered a sufficient period for routine information to be absorbed by the market. Nevertheless, a longer period of delay might be considered appropriate in the case of more complex matters. Certain employees, including officers, directors and key employees of certain departments, are subject to special requirements regarding trading securities or reporting trading activity. For further guidance on Company policies concerning these special trading requirements, contact PPL's Office of General Counsel.

In addition, you should treat inside information as proprietary and confidential. Do not disclose inside information to anyone, including co-workers, unless the person receiving the information has a legitimate business need to know. If you leave the Company, you must maintain the confidentiality of that information until it has been adequately disclosed to the public. If there is any question as to whether information regarding the Company or another company with which we have dealings is material or has been adequately disclosed to the public, contact PPL's Office of General Counsel.

Improper use or disclosure of material inside information could result in violations of federal securities laws and subject both you and the Company to criminal and civil penalties.

Corporate Opportunities

Employees owe a duty to the Company to advance its legitimate interest when the opportunity to do so arises. You may not use corporate property or information or your position at the Company for improper personal gain, and you may not compete with the Company. If you learn of a business

or investment opportunity through the use of corporate property or information or your position at the Company, such as from a competitor, actual or potential client, supplier, or business associate of the Company, this opportunity should be considered an investment opportunity for the Company. You may not participate in such an opportunity personally, unless preapproved in writing by the Company.

For more information, including direction with respect to Company approval, contact PPL's Office of Business Ethics and Compliance or your company's equivalent.

Use of Independent Auditor

PPL currently uses the services of its independent auditor to audit the books and consolidated financial statements of PPL Corporation and its subsidiaries. To ensure our independent auditor is independent and objective, both in fact and appearance, and to ensure we comply with regulatory requirements, any engagement of the independent auditor must be specifically approved in advance. If you find a business need to use the Company's independent auditor, or if you have a need to use another audit firm for audit services, you must contact, in advance, the Vice President and Controller of PPL Corporation and the Corporate Audit Services Vice President of PPL Services Corporation to discuss your needs and to obtain approval.



Antitrust and Energy Company Regulation

Antitrust Laws

Antitrust laws are designed to protect a competitive free enterprise system. These laws are intended to make certain that customer choices in the marketplace are not obstructed by improper conduct or agreements that would affect price, restrict volumes, or reduce the number of suppliers of goods and services. The brief overview of antitrust laws of various countries given here is intended to help you recognize situations raising potential antitrust issues. If you have any questions or concerns, consult with a Company attorney.

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Laws in the United States and Other Countries

All of PPL's business operations and activities in the United States are subject to federal and state antitrust laws. The U.S. antitrust laws, among other things, prohibit agreements among competitors that fix prices, divide markets or limit production, and prohibit monopolistic practices. Conduct or business activities occurring outside the United States that have an effect on trade or commerce within the United

States may also be subject to U.S. antitrust laws.

Generally, in the United Kingdom, the European Union and other countries, agreements among competitors that fix prices, divide markets, allocate customers or limit production are also strictly prohibited.

Violations of the antitrust laws can result in both civil and criminal penalties. In a civil case, a competitor or customer in the United States, for example, can be awarded “treble” damages, which is three times the actual damage award, plus attorneys’ fees and costs, resulting in a substantial expense to the Company. In a criminal case, a conviction often results in significant fines for the Company and jail sentences for the employees involved.

Antitrust laws are very technical and fact-specific. There is no real substitute for sound legal advice based on specific facts. Therefore, if you have any questions or concerns about any of the areas covered above, consult with a Company attorney to ensure that your actions are carried out in a manner that accomplishes PPL’s business purpose while avoiding antitrust concerns.

Integrity in action

Antitrust Guidelines:

While we do – and should – compete vigorously for business opportunities, we must do so in a legitimate manner, always mindful of the legal restrictions on our conduct. General antitrust guidelines to keep in mind include the following:

- Do not discuss or agree on prices or bids with competitors, including pricing policies, terms or conditions of sale (such as promotions, discounts and allowances).
- Do not discuss or agree on how territories, customers or products should be allocated or divided with competitors.
- Do not allow trade association meetings – which can provide many legitimate benefits – to serve as a forum for competitors to discuss prices or bids, or the division of territories, customers or products.
- Do not discuss or agree on reductions of output, product development or innovation with competitors.
- Do not price products or services below some meaningful measure of cost with the intention of using your financial ability to sustain those prices long enough to drive competitors out of the market and then raise prices again to recover losses.
- Do not participate in discussions with competitors that involve competitively sensitive information, including future prices, profits, costs, market share, etc.
- Never engage in a group boycott of a customer, supplier or buyer.
- Never enter into an agreement where the purpose or sole effect is to harm a competitor, to deny a competitor access to an input or customer or to disadvantage a competitor of any of the parties reaching the agreement.
- You should obtain legal advice if you are about to take part in activities that may raise questions with respect to agreements with competitors or dealers and distributors, or agreements with customers that may contain restrictions of the customers’ dealings, or the entry of PPL into new business lines.
- Consult with a Company attorney when specific problems arise or if anyone raises questions about your conduct in a competitive situation.

Gathering of Competitive Information

In order to improve PPL's competitive position, PPL gathers and analyzes information from many sources. Gathering information about competitors, when done legally and ethically, is a legitimate business activity. In gathering competitive information, you must conduct your inquiries in accordance with applicable law. Competitive information should never be obtained, directly or indirectly, by improper means such as bribery, misappropriating confidential information or misrepresenting your status as a PPL employee.

Energy Company Regulation

A number of PPL's business activities are subject to varying levels of law and regulation governing energy companies. Traditionally, there was extensive regulation of electric utilities in order to protect the public interest. Some of PPL's businesses are still subject to this type of regulation, but in some places regulation now focuses more on implementing greater competition in energy supplies, while protecting markets, our customers and our competitors. The sections below are intended to give a broad overview of the general principles and basic guidance relating to some of these energy company laws and regulations. If you have any questions about these guidelines or any other energy company laws and regulations and how they apply to your job function, contact your supervisor, a Company attorney, PPL's Senior Director—FERC/NERC Compliance, or your company's equivalent.

Integrity in action

- Q. A new employee just hired into our department has extensive industry experience and knowledge about our competitors. How much information from this employee's previous employment can be shared?**
- A. The new employee should not discuss or share any confidential or proprietary information about their former employment, nor should you ask for this information. Examples include but are not limited to confidential customer listings, confidential pricing models, confidential contracts, proprietary software, nonpublic financial information, and proprietary formulas, processes or procedures.

Codes of Conduct

Codes of Conduct are rules governing activities of certain PPL businesses that are adopted where regulators are trying to protect competition or customers. You need to know the requirements of applicable Codes of Conduct if your job function may require you to work with the transmission system or engage in purchases or sales of power or gas or related financial products, or work with customers (including transmission customers, as well as wholesale and retail sales customers), customer information, or competitors. These Codes of Conduct rules may include restrictions on internal or external operations or the disclosure of information about electric power marketing, transmission or distribution by PPL business employees and indirect disclosure by PPL service company employees; and requirements that regulated PPL businesses treat customers and competitors equally and/or in a non-discriminatory manner. These Codes of Conduct are available on PPL's intranet, as well as the local websites of various subsidiaries.

Reliability Standards

PPL must strictly comply with all reliability standards of the North American Electric Reliability Corporation ("NERC") and all applicable regional entities. Violations of these requirements can harm the reliability of the Bulk Electric System in North America, result in substantial monetary penalties and/or harm PPL's reputation.

Reliability standards are the planning and operating rules that electric utilities, generators and power marketers, among others, are required to follow to help preserve the dependability of the Bulk Electric System. You are responsible for understanding the reliability requirements that relate specifically to your job, including any internal PPL policies or procedures implementing NERC standards, and for timely meeting all such requirements.

Accounting and Cost Allocations

As a company providing products and services in both regulated and unregulated environments, PPL is required to ensure that the costs or benefits, or portions thereof, of any services performed by employees of certain companies are appropriately allocated to the affiliate or affiliates receiving or providing those services. You are responsible for ensuring that all costs and revenues are charged to the appropriate accounts. Also, you should not engage in energy sales between affiliated companies without obtaining the necessary regulatory approvals. If you have questions about the correct accounting or regulatory approvals, contact PPL's Financial Planning Department or your company's equivalent, or discuss them with your supervisor or a Company attorney.

Anti-Manipulation Rules

In order to prevent manipulation and fraud in energy markets, you must comply with anti-manipulation rules for energy market transactions. For example, there are specific anti-market manipulation rules that cover gas and electric transactions under the Federal Energy Regulatory Commission's jurisdiction. These rules and similar rules of the Commodity Futures Trading Commission prohibit companies like PPL from using any devices or schemes to defraud; making any untrue statements of material fact or omitting any material facts necessary to ensure that statements made are not misleading; or engaging in any act, practice or course of business that operates or could operate as a fraud or deceit upon any other entity or the market.



Customer and Supplier Relations

Customer and Supplier Information

You must treat information provided by or pertaining to our customers and suppliers (including information developed as part of our business activities) as confidential and safeguard it against inappropriate or unauthorized disclosure, acquisition or access. Additionally, employees who have access to nonpublic customer or supplier information (including customer lists, individual customer use data, Social Security numbers, other personally identifiable information of or about customers, supplier names or nonpublic billing rates) are responsible for keeping the information confidential and safeguarded against unauthorized disclosure, acquisition or access. In certain situations, such nonpublic customer or supplier information may not be disclosed to others outside the Company without the customer's or supplier's written approval, or as required by law. As referred to in the Codes of Conduct section, certain Codes of Conduct also prohibit disclosure of customer information between and among certain companies within PPL.

Selling to Customers

Our customers rely on us for quality products and services. You should always be honest with our customers in everything you say and do and only make promises that you expect the Company can keep. You should represent our products and capabilities honestly, even if it means losing a sale. You

should communicate our prices, terms and other conditions to customers or potential customers in a clear and fair manner.

Advertising

PPL will advertise its products and services in a fair and accurate manner. You must not create, approve or disseminate any advertising material that you know or suspect to be false, deceptive or misleading. Advertising should be truthful and adequately substantiated.

Procuring Goods and Services

Many employees within PPL are involved in the procurement process. Your involvement can include defining needs, developing our negotiating position, preparing bid documents, maintaining bidder lists, evaluating proposals, negotiating terms, preparing the contract, deciding on the contract award, and executing or administering the contract.

PPL is committed to compliance with laws related to supplier diversity. We do not unlawfully discriminate in the selection of suppliers.

If you are involved in making procurement decisions for the Company, you must make those decisions in the best interests of the Company. This means complying with Company procurement policies, avoiding conflicts of interest, applying objective standards, and selecting suppliers based on merit. Factors to consider include the supplier's historical safety performance, experience, reputation and integrity, as well as total cost and quality. The procurement decision must not be based on any personal interest you may have in selecting one supplier over another. (For example, you must not accept supplier's gifts or entertainment that might influence your decision.) Be aware that transactions between PPL affiliates may be subject to additional legal requirements and should first be reviewed with a Company attorney.

Integrity in action

- Q. My spouse was recently hired to work for a company supplier. What should I do?**
- A. This may be a conflict of interest. Inform your supervisor and PPL's Office of Business Ethics and Compliance or your company's equivalent in writing so that guidance may be given.



Company Assets

PPL's assets are not limited to power plants and other physical property. Especially in today's competitive environment, business information and processes must be treated as valuable Company assets that need to be protected.

Company Funds and Property

Everyone at PPL is responsible for ensuring the proper and efficient use of Company funds and property, such as cash, checks, charge cards, computers, mobile devices, land, buildings, vehicles, equipment and supplies.

You must keep accurate and complete records of all Company expenditures. These expenditures must be for legitimate business purposes only. In addition, you must use Company property only for Company business-related activities, except as permitted by Company policies.

Delegation of Authority

Certain job positions within the Company have a defined level of authority delegated to the employee in such position for conducting business transactions. This delegation of authority process is designed to ensure that financial commitments and transactions with outside parties are properly authorized and adequately controlled. Employees need to:

- Know and understand the extent of authority delegated to their job position.
- Act in the best interests of the Company.
- Act appropriately to approve only those transactions within their delegated authority limits.

Financial Transactions

All financial transactions must be recorded in the Company's books and records accurately and completely, in the appropriate time period, and in accordance with generally accepted accounting principles and legal and regulatory requirements. You must accurately describe the transaction for every accounting or financial record for which you are responsible without omissions, concealment, or false or misleading entries, and you must not cause others to make false or misleading entries in the Company's books and records for any reason.

In addition, there are a variety of financial and other material transactions and corporate events that are required to be publicly disclosed in a filing with the U.S. Securities and Exchange Commission within four business days of the occurrence of the reportable event. If you are aware of a material transaction or other corporate event that has occurred or is foreseeable, promptly notify a Company attorney, Financial Reporting or your company's equivalent.

If you have a concern regarding accounting, internal accounting controls or auditing matters, report your concern promptly to the Ethics Helpline discussed below or to PPL's Office of Business Ethics and Compliance or your company's equivalent.

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Company Records

PPL needs to maintain complete and accurate records of all business transactions. These records include, among others, correspondence, payroll records, financial data, operational data and personnel information. It is PPL's policy to make full, fair and accurate disclosure in compliance with all applicable laws and regulations in all reports and documents that the Company files with, or submits to, the U.S. Securities and Exchange Commission and in all other public communications by the Company.

Records for which you are responsible must be accurate and complete. If you submit any reports, such as reports to governmental agencies, records of attendance and employee expense accounts, that you know to be false or misleading, both you and the Company may be subjected to civil or even criminal penalties.

Records must be retained and disposed of in accordance with Company policy and applicable law, including data protection laws. For specific questions, contact your department's Records

Management Coordinator, your company's equivalent or a Company attorney.

If you learn of a subpoena or a pending or contemplated litigation or government investigation, you should immediately contact a Company attorney. You must retain and preserve ALL records and other information regardless of their media format (e.g., electronic, paper, photographic, magnetic, etc.) in accordance with the directions you receive from a Company attorney. If you have any questions regarding whether particular information pertains to a pending or contemplated investigation or litigation or may be responsive to a subpoena or regarding how to preserve particular information, you should preserve the information in question and ask a Company attorney for guidance.

Information Security

Every day, employees have access to information that is a valuable asset to PPL. Protecting that information from unauthorized access, release, modification, destruction, loss, theft and use is critical to PPL's success. Each employee needs to understand the importance of the various types of information and must be aware of the actions that are necessary to protect it.

Integrity in action

Guidelines for handling information include the following:

- Do not bring to PPL confidential information of any former employer or use such information to aid the business of PPL without the prior written consent of your former employer.
- Do not discuss confidential matters with family members or business or social acquaintances; in elevators, at restaurants and bars, on public transportation or in other places where people may overhear; or in the presence of people who do not have a valid business need to know such information.
- Take great care when discussing Company information on speaker phones; do so only if you are certain that you are not within earshot of anyone who does not have a valid business need to know such information.
- Always secure confidential documents away when not in use. Do not leave documents containing confidential information in public areas, in copy rooms, in conference rooms or in other locations where they may be seen by people who do not have a business need to know the content of the documents.
- Ensure that all addressees of emails and multi-addressee facsimiles you send do, in fact, have a business need to know the information to do their jobs, and take care to ensure that your emails and faxes are sent to the correct recipients and are properly addressed.
- Understand and comply with login ID and password management rules. For example, never share your computer IDs and passwords with another person.
- Select confidential settings for confidential emails.
- Consider adding a notice on appropriate emails that the information contained therein is confidential, is intended only for the named recipients, may contain information that is privileged attorney work product, or is exempt from disclosure under applicable law. Advise the recipient that if they have received the message in error they should notify the sender immediately.

As a general rule, Company information should not be shared with individuals outside of the Company. If you are unsure as to the appropriate treatment of certain information, contact your supervisor before disclosing the information.

Computer Resources

The Company's Internet access, intranet, computer and email systems are provided to you to assist with the performance of your job duties. Generally, these systems are to be used for business purposes. You are expected to exercise good judgment in using these systems. With regard to email, you should understand that email communications, in addition to being monitored by the Company, can be subpoenaed and discovered in legal proceedings. Therefore, you should treat email communications the same as any other written communications.

The Company recognizes that you may occasionally use Company telephone, computer, Internet access or email systems for personal reasons. Permissible personal use is limited, should be brief and should never interfere with your productivity. If you are unsure whether a particular personal use is permissible, you should discuss the matter with your supervisor before using the systems.

With the exception of the limited personal use discussed above, all non-Company related use of the Internet, intranet and email systems is prohibited. All use of such systems, whether personal or for Company business, must comply with applicable laws, regulations and Company policies.

If you receive inappropriate emails with or without attachments or links to websites, you

Integrity in action

Q. What are some examples of permissible personal use?

- A. Examples include emails that are analogous to brief telephone calls and Internet access that can be described as infrequent and brief. You are expected to use good judgment when using these systems for personal matters.

Examples of prohibited use include the following.

- To conduct business unrelated to the Company's business or for personal gain.
- To access, send, store or view sexually explicit materials or materials that are offensive, abusive, obscene, defamatory, threatening or otherwise unlawful.
- To use in such a manner so as to violate the Company's policies on equal employment opportunity or harassment – sexual or otherwise.
- To browse, download, post, play, store or forward computer games.
- To disseminate information in violation of copyright laws.

must not forward the email. You must also delete any such emails from the system and take appropriate action to prevent recurrence.

Intellectual Property

Employees encounter a variety of intellectual property rights every day in the course of business. Intellectual property law falls into four broad categories – patents, trademarks, copyrights and trade secrets – each of which is a legal specialty in its own right.

You need to be aware of intellectual property rights of third parties. This means that, without the owner's permission, you must not: reproduce their copyrighted material (such as books, periodicals, videos, computer software, etc.); share a copy of an electronic or other subscription with unlicensed users; use their logos or other trademarks; or disclose their proprietary information.

Restrictions also may be placed on employees' use of intellectual property rights owned by any PPL company. Examples include, but are not limited to, photographs or stories placed on internal or external websites; video clips filmed or assembled on PPL's behalf; annual reports, newsletters, brochures, advertising or other public correspondence produced for PPL; or any other related material. No material found on PPL's internal or external websites may be re-used for any external purpose without written permission from Corporate Communications.

We also need to protect against unauthorized use by third parties of PPL's intellectual property rights. PPL owns numerous copyrights, trademarks, patents and trade secrets, including Company logos, software we have developed and Company publications. You must not permit the use of PPL's intellectual property by third parties without appropriate license arrangements.

Integrity in action

- Q. The Company recently paid \$1,000 so I could attend a conference. All attendees received a thumb drive containing slides of the presentations. Since the Company paid for it, can I put the slides on our department's shared directory so that more people can benefit from the information?**
- A.** You must first confirm you have the permission of the owner(s) of the material on the slides. Each author/creator owns the copyright to their slides, and reproducing the slides (by, for example, putting them on a shared directory) without the owner's permission could be a violation of copyright law.

Also, be aware that viruses and other destructive computer programs can be introduced through thumb drives. Contact your IT representative to help determine if the device is safe before inserting it into any computer.

PPL utilizes a broad spectrum of information technology (“IT”) hardware and software to efficiently and effectively conduct its business. All IT use must comply with statutory and/or contractual requirements that govern the particular IT asset(s). Furthermore, all Company employees must comply with applicable Company policies regarding the procurement, installation, use and decommissioning of software and hardware IT assets used in conducting PPL business. Software or hardware procured for Company business use must be procured only with oversight and review by the Information Services Department, or your company’s equivalent.

Except where applicable law requires otherwise, the intellectual property rights to all materials created by you in the scope of your employment with PPL will be owned, as between you and PPL, exclusively by PPL. If you have questions about intellectual property issues, contact a Company attorney.

Responding to Inquiries from the Media and Others

PPL has designated certain people who are authorized to speak on behalf of the Company to members of the financial community and the news media. If a securities analyst, investor, member of the financial community or member of the news media asks you for financial or business information about PPL, do not attempt to answer him or her unless you have been specifically designated by PPL to do so.

Requests for information from the financial community, such as securities analysts, brokers or institutional investors, should be directed to PPL Services Corporation’s Investor Relations Vice President. Media inquiries should be referred to PPL Services Corporation’s Corporate Communications and Community Affairs Vice President or your company’s equivalent. Requests for information from the U.S. Securities and Exchange Commission or other regulators should be directed to PPL’s Office of General Counsel. Requests for information from individual shareowners should be directed to PPL Services Corporation’s Investor Services group.

It is critical that you do not respond to such inquiries yourself because any inappropriate or inaccurate response, even a denial or disclaimer of information, may result in a violation of applicable

securities law or regulation, as well as adverse publicity, or could otherwise seriously jeopardize PPL's legal position. This policy does not apply to requests for financial information regarding PPL or its subsidiaries that has been made publicly available by PPL, such as in annual, quarterly or other reports filed with the U.S. Securities and Exchange Commission, national wire service press releases, or PPL promotional publicity materials.

Social Media

The continued growth of new media and interactive communications tools creates new opportunities for PPL Corporation and its subsidiaries to communicate with customers and other key external audiences. It also creates new responsibilities for employees who participate in these new forms of communication, whether as part of their employment or in an individual capacity.

Employees should take the same care in expressing opinions about the Company in social media as they would any other form of written or verbal communication.

PPL has social media guidelines that set out terms of permitted use and important considerations for all types of social media. For more information, employees should review these guidelines and Company policies relating to information security on PPL's intranet site as well as the local websites of various subsidiaries. Contact Corporate Communications or a Company attorney for further guidance.

Integrity in action

Q. I see someone on a social media site posting inaccurate or insulting information about the area of PPL where I work. Can I correct them?

A. The best approach is to pass the information along to someone who is authorized to represent PPL, such as the Corporate Communications department. They can contact the person posting the information.

While a prompt response to inaccurate information is important, it's equally important that contact be made in a manner that does not inflame the situation or result in the further distribution of incorrect information.



Government Relations

PPL intends to meet its obligations to comply fully with the law. As employees of the Company, we must respect the responsibilities of governmental agencies and cooperate with them in good faith in the execution of their established policies and guidelines. We must also work within the legal framework of other national and local governments where we conduct business. Wherever you are doing work for the Company, you must become familiar and act in accordance with the applicable laws and regulations of that country, state and local government. Questions regarding this area may be addressed to External Affairs or a Company attorney. There will be situations where PPL will consider it necessary to advocate certain positions concerning existing or proposed government policies and decisions. Sometimes this will involve active debate and litigation. In such cases, we must strive to state our views factually and responsibly.

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Ex Parte Communications

In certain countries, such as the United States, and in many states, there are laws that explicitly prohibit “ex parte” communications to and from administrative agencies or other governmental bodies. “Ex parte” communications are written or oral communications regarding the merits of a case made to the governmental body (a judge, commissioner, arbitrator, fact-finder, staff, etc.) by one side in a contested proceeding without the presence or knowledge of all other parties. If you are involved in any contested proceedings before a governmental decision-making body, you

must refrain from any ex parte communications to the extent prohibited in the relevant jurisdiction.

If you have questions about whether a situation that concerns a court or any national, state or local government agency involves ex parte communications, you should contact a Company attorney.

Lobbying

In the United States and other jurisdictions, lobbying plays an important part in our efforts to keep governmental bodies informed about matters that affect our ability to function efficiently and economically. And while lobbying is recognized as a necessary and proper part of communications with government, it is an activity that in the United States and certain other jurisdictions in which PPL does business is specifically controlled by national, state and local laws in order to prevent abuses.

These laws require lobbyists, and in many cases their employees or employers, to register and file periodic reports disclosing what they do and their related time and expenses. Indeed, depending on the jurisdiction, the applicable lobbying law may require PPL or its employees to register and report as a lobbyist if a PPL employee, or an outside consultant of PPL, represents PPL or purports to speak on PPL's behalf during any communication with a government official or employee for the purpose of influencing legislation, formal rulemaking by an agency, or any other official decision by such agency, including decisions to enter into financial arrangements or contracts with PPL. So that PPL may comply with those laws, employees must obtain approval from a Company attorney before making, or hiring an outside consultant to make, any initial communication described in the previous section. Employees who are involved in ongoing communication with government employees, including background research and drafting written information to further such communication, need to be aware of lobbying laws

Integrity in action

- Q. I have been asked by External Affairs to provide information on cost of operations in connection with a proposed utilities law that Congress is considering. I have not communicated with anyone in Congress about the proposed law. Am I lobbying?**
- A.** Yes. You are engaged in "lobbying activity" under Federal law, because you are providing background information that External Affairs will then use for lobbying Congress to oppose or influence legislation that would affect PPL.

and reporting obligations. They should contact External Affairs or a Company attorney for further guidance.

Political Contributions

As a corporation, PPL is prohibited under U.S. federal law and the laws of various states from making contributions to candidates and political parties, including in-kind contributions. This prohibition includes use of Company funds, or other Company resources such as use of personnel time and corporate facilities. Even in those states where corporate contributions are allowed, it is not our practice to use corporate dollars to support candidates or political parties.

As a general policy, PPL does not make political contributions outside the United States. Employees must obtain approval in writing from PPL's Office of General Counsel before causing PPL to make a contribution in any jurisdiction outside of the United States.

In the United States, PPL has established federal and state political action committees ("PACs") through which employees may participate in the political process. These nonpartisan, voluntary PACs are organized and operate separately from PPL Corporation, as required by law. The PACs are funded by voluntary employee contributions and support candidates and officials who share the business interests and concerns of PPL shareowners and employees, or who have otherwise demonstrated their support for PPL. The PACs also support legislators who are willing to listen to our views, who have key

Integrity in action

- Q. A neighbor is running for city council. She asks for help with her campaign. Can I volunteer?**
 - A. Yes, as long as you do so exclusively on a personal basis, on your own time, and as long as the campaign work does not create a potential or actual conflict of interest with your work for PPL. You cannot use your connection to PPL in any way in connection with the campaign and cannot use Company assets such as office supplies, copiers, computers, network access or telephones.
- Q. A friend of mine works for a state public utility commission. She does not do any work involving PPL. Can I buy her lunch?**
 - A. You should not buy her lunch. You are free to have lunch with your friend, but if you pay for it, this could be interpreted as an attempt by a PPL employee to influence a public official whose agency regulates our industry.

positions in leadership or who serve on committees with jurisdiction over issues of concern to PPL.

Some states have laws prohibiting political contributions by officers or owners of businesses seeking government business in order to eliminate any appearance of the practice of “pay to play.” Therefore, before a PPL company bids for a contract with a state or local government or government entity or authority, the employee responsible for submitting the bid must check with a Company attorney to ensure that political contributions would not disqualify PPL.

As individuals, employees are permitted, and encouraged by PPL, to participate in the political process and engage in volunteer activity. However, employees generally may not work on political activities during working hours or use corporate facilities (for example, phones, copiers, computers or stationery) or personnel services (such as an administrative assistant) in connection with that activity. Thus, before engaging in any political activity, including fundraising activities, during working hours or using corporate facilities or personnel services in connection with such political activity, you must obtain preapproval in writing from a Company attorney.

Employees may make personal political contributions, within the limits provided under law, to candidates, parties and committees of their choice. Under no circumstance, however, shall any employee be compensated or reimbursed by the Company in any way for any personal political contribution.



Environmental Commitment

Each one of us has an obligation to carry out all Company activities in ways that preserve and promote a clean, safe and healthy environment, which includes abiding by the environmental laws and regulations of the countries and political subdivisions in which PPL operates. The laws in this area are very complex, but in many instances, environmental actions and reactions are common sense. You are the first line of defense in preventing any incidents that may adversely affect the environment.

PPL believes that sound business practices should include environmental and safety considerations. The Company has developed extensive policies and procedures concerning our environmental compliance and commitment, and we are committed to providing the necessary environmental training and resources. You have an individual responsibility to understand the environmental aspects of your job and are expected to conduct your activities in accordance with environmental laws, regulations and corporate environmental policies and procedures. All employees are responsible for reporting potential environmental compliance concerns so that appropriate actions can be taken. If you become aware of an incident or activity that may have a negative environmental consequence (such as a spill of oil or hazardous substance), you should report it promptly to your local environmental coordinator, your supervisor, PPL Services Corporation's Environmental Management Department ("EMD") or your company's equivalent. EMD maintains a hot line phone number (ETN 220-6999 or 610-774-6999 or 1-877-393-5803) that is answered 24 hours a day, seven days a week.

For further guidance on Company policies concerning the environment, contact PPL Services Corporation's EMD or your company's equivalent.



Where to Go for Assistance

PPL encourages employees to ask questions or raise concerns about the application or interpretation of the Standards. If you have any questions or concerns you should contact your supervisor, PPL's Office of Business Ethics and Compliance, or your company's equivalent. You also may talk with the manager to whom your supervisor reports, or to a member of the Corporate Compliance Committee or your company's equivalent or use the EthicsHelpline discussed below.

Reporting and Handling of Violations

Generally, if you have a concern that an employee may have violated the Standards, you should report your concern promptly to your supervisor, PPL's Office of Business Ethics and Compliance or your company's equivalent, or use the EthicsHelpline discussed below.

You may report concerns anonymously; however, it is preferred that you give your name so that you can be contacted if necessary during an investigation. Anonymous contacts also can be made using the EthicsHelpline, in writing to PPL's Senior Director-Business Ethics and Compliance at 2 N. Ninth Street, Allentown, PA 18101-1179, or through your company's equivalent resources.

Failure to obey laws and regulations, or violations of Company policies, may result in employee discipline up to and including termination to the extent permissible under applicable law. Alleged violations of the law, the Standards or Company policies will be investigated.

In conducting such investigations, Company investigators may interview employees to acquire relevant information. Employees are obligated to be forthright, truthful and cooperative with Company investigations.

Reporting Complaints and Concerns Regarding Accounting Issues

The Company is committed to compliance with applicable securities laws, rules and regulations; accounting standards; and internal accounting controls. We encourage you to promptly report complaints or concerns regarding accounting, internal accounting controls and auditing matters (“accounting issues”). Reports can be made by using the EthicsHelpline discussed below, or by contacting PPL’s Office of Business Ethics and Compliance or your company’s equivalent.

EthicsHelpline

PPL provides a mechanism for confidential and anonymous reports of employee concerns, including accounting issues. PPL’s EthicsHelpline toll-free phone number and Internet site are available 24 hours a day, seven days a week. The service can be used anonymously.

In the United States and Canada, PPL’s EthicsHelpline may be reached at 1-800-550-9418.

When calling from the United Kingdom, call 0808-234-4108.

PPL’s EthicsHelpline is also accessible on the Internet at <https://pplethicshelpline.alertline.com>.

The telephone and internet service is provided by an independent third party, using trained professionals to facilitate the identification of concerns while ensuring anonymity when requested and safeguarding confidential information. All calls are received in a secured, limited-access facility. No call-tracing or recording devices are used. Likewise, concerns raised online are not tracked to an individual.

Employees in the European Union may call PPL’s EthicsHelpline to report accounting issues or concerns in the areas of banking, financial crime and fraud. Reports by employees in the European Union of violations regarding matters outside of these areas may also be made directly to your supervisor or your company’s compliance helpline.

With respect to reports relating to matters in the European Union, due to certain requirements under data protection laws in Europe, PPL may be obligated to inform the subject of a reported violation that the report was filed, and how he or she may exercise his or her right to access and correct the information regarding the allegation. However, this right to access information does not entitle the subject of the allegation to information identifying the person who reported the allegation.

Additional Subsidiary Resources

Employees of LG&E and KU Energy LLC and its subsidiaries also have the option of reporting concerns, including reporting anonymously, using the LG&E/KU Helpline at 1-800-407-7185, or by contacting the LG&E and KU Director, Compliance and Ethics at 220 West Main Street, Louisville, KY 40202.

Employees of the Western Power Distribution family of companies also have the option of reporting concerns, including reporting anonymously, using 730 2120 (or 0117 933 2120).

Non-Retaliation

The Company will not discriminate against or tolerate any form of retaliation toward employees who ask questions or raise concerns in good faith or toward employees who participate in the investigation of a concern. It is, however, unacceptable and a violation of the Standards to file a report or provide information knowing it to be false or misleading.

Waivers and Amendments of the Standards

The Company currently does not grant waivers of the policies in the Standards. If circumstances would ever warrant granting a waiver of the Standards to a director or executive officer, such waiver would be made only by PPL Corporation's Board of Directors or a committee of the Board that is granted such authority. Any such waiver, as well as amendments of the Standards, will be promptly disclosed as required by law or regulation.

Summary

We all can feel the pressures that are on us to achieve good results. There is a natural tendency to do whatever is required to produce such results. The risk is that we may end up taking shortcuts that compromise our legal or ethical responsibilities. This is what we must avoid. Our collective integrity over the years has been the result of thousands of employees exhibiting high standards in all of their dealings with each other, with customers and with the public. These standards are what have set us apart and make PPL a leader in our communities and our industry. Your continued efforts will help keep us there.

Guidelines for Decision-Making

Occasionally, situations may come up that are not specifically covered by the Standards or other Company policies. When you have to make a decision regarding one of those situations, it may be helpful to follow this process:

- Define the situation.
- Identify the alternatives.
- Evaluate the alternatives.
- Seek input from others as appropriate.
- Select the best alternative.
- Implement the decision.
- Evaluate the outcome.

As you are following those steps, ask yourself these questions:

- Does my decision comply with the law?
- Does it comply with PPL's rules, policies and procedures?
- Is it consistent with PPL's Vision and Values?
- Who will be affected by this decision?
- Do I understand the consequences of each of the alternatives?
- How would my co-workers, family or close friends view my decision?
- How would I feel if information about this decision were made public?
- Am I comfortable with my decision?

If you're still unsure whether you are making the right decision, discuss your concerns with your supervisor, your manager, or contact PPL's Office of Business Ethics and Compliance, or your company's equivalent.

