

Final Term Sheet

Issuer: San Diego Gas & Electric Company
Aggregate principal amount offered: \$250,000,000
Ratings: A1/A+/AA (Moody's/Standard & Poor's/Fitch)
Coupon: 6.125%
Maturity: September 15, 2037
Yield to Maturity: 6.148%
Spread to Benchmark Treasury: +142 basis points
Benchmark Treasury: 4.75% due February 15, 2037
Benchmark Treasury Price and Yield: 100-11 and 4.728%
Interest Payment Dates: March 15 and September 15, beginning on March 15, 2008
Optional Redemption Provision: Make Whole Call UST + 25 basis points
Price to Public: 99.688%
Net proceeds to Issuer (after underwriting discount, but before expenses): \$247,032,500
Format: SEC Registered
Transaction Date: September 17, 2007
Settlement Date: September 20, 2007
Joint Book-Running Managers: Deutsche Bank Securities Inc.
Calyon Securities (USA) Inc.
Wachovia Capital Markets, LLC
Co-Managers: Merrill Lynch, Pierce, Fenner & Smith
Incorporated
Morgan Stanley & Co. Incorporated
Blaylock & Company, Inc.
Guzman & Company
Loop Capital Markets, LLC
Utendahl Capital Partners, L.P.

Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.

The issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus and supplement thereto in that registration statement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering. You may get these documents for free by visiting EDGAR on the SEC website at www.sec.gov. Alternatively, the issuer, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling Deutsche Bank Securities Inc. toll free at 1-800-503-4611 or Calyon Securities (USA) Inc. collect at 1-212-261-3589 or Wachovia Capital Markets, LLC toll free at 1-866-289-1262.