



**ESOP Participant and Shareholders Announcement
Independent Fair Market Valuation of AP&T Stock as of December 31, 2009**

May 18, 2010

Pursuant to the ESOP Plan, an annual estimate of fair market valuation, prepared by an independent appraiser, is required to value the ESOP Plan assets. Columbia Financial Advisors Inc. ("CFAI") was chosen by the ESOP Plan sponsor to carry out this duty for the year ending December 31, 2009.

The Trustees of the Alaska Power & Telephone Company Employee Stock Ownership Plan and Trust ("ESOP") and the AP&T Board of Directors have separately reviewed the independent valuation of AP&T Stock fair market value as prepared by Columbia Financial Advisors Inc. ("CFAI") at \$19.05 per share as of December 31, 2009.

Prior to the AP&T Board of Directors review and acceptance*, the ESOP Trustees at their May 17, 2010 meeting voted unanimously to accept the appraised valuation by Columbia Financial Advisors Inc. ("CFAI") of AP&T stock at \$19.05 per share as of December 31, 2009.

Signed ESOP Trustees,

Mickey Henton, Chair, Danny Gonce, Greg Mickelson, John Moots, Jann Vasiliou

Signed Board of Directors,

Mike Barry, Chair, Mark Foster, William Squires, Tom Ervin, Robert S. Grimm

**In reviewing and accepting the appraiser's methodology and valuation as of December 31, 2009, the Board of Directors intends to sell company stock to the ESOP at the appraisal price during 2010. However, the Board of Directors reserves the right to discontinue sales at this price if the Board of Directors determines such action would be in the best interests of the Company and its shareholders.*