

ALABAMA POWER CO
Form FWP
April 04, 2007
Filed Pursuant to Rule 433

Registration Nos. 333-126348, 333-126348-01, 333-126348-02 and 333-126348-03

April 4, 2007

PRICING TERM SHEET

(To Preliminary Prospectus Supplement dated April 3, 2007)

| | |
|---------------------------|---|
| Issuer: | Alabama Power Company |
| Security: | Series 2007B Senior Notes |
| Ratings: | Aaa by Moody's, AAA by Standard & Poor's, AAA by Fitch |
| Insurer: | XL Capital Assurance Inc. |
| Size: | \$250,000,000 |
| Price: | \$25.00 |
| Maturity: | April 1, 2047 |
| Redemption Terms: | Callable in whole or in part any time on or after April 1, 2012 at par |
| Coupon: | 5.875% |
| CUSIP Number | 010392496 |
| Interest Payment Dates: | January 1, April 1, July 1 and October 1 of each year, beginning July 1, 2007 |
| Format: | SEC Registered |
| Expected Listing: | NYSE |
| Transaction Date: | April 4, 2007 |
| Expected Settlement Date: | April 18, 2007 (T+9) |

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Joint Book-Running Managers: Citigroup Global Markets Inc.
Merrill Lynch, Pierce, Fenner & Smith
Incorporated
Morgan Stanley & Co. Incorporated

Senior Co-Managers: UBS Securities LLC
Wachovia Capital Markets, LLC

Co-Managers: A.G. Edwards & Sons, Inc.
BNY Capital Markets, Inc.
Raymond James & Associates, Inc.

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 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 Web site 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 Alabama Power Company collect at 205-257-2714, Citigroup Global Markets Inc. toll free at 1-877-858-5407, Merrill Lynch, Pierce, Fenner & Smith Incorporated toll-free at 1-866-500-5408 or Morgan Stanley & Co. Incorporated toll-free at 1-866-718-1649 (institutional investors) or 1-800-584-6837 (retail investors).