

TXU CORP. AND SUBSIDIARIES
STATEMENTS OF CONSOLIDATED COMPREHENSIVE INCOME

	Year Ended December 31,		
	2004	2003	2002
	(millions of dollars)		
Components related to continuing operations:			
Income from continuing operations before extraordinary gain (loss) and cumulative effect of changes in accounting principles	\$ 81	\$ 566	\$ 105
Other comprehensive income (loss), net of tax effects:			
Minimum pension liability adjustments (net of tax (expense) benefit of (\$7), (\$25) and \$35).....	14	46	(65)
Cash flow hedges:			
Net change in fair value of derivatives (net of tax benefit of \$40, \$108 and \$118)	(74)	(201)	(220)
Amounts realized in earnings during the year (net of tax expense of \$23, \$128 and \$30).....	<u>43</u>	<u>238</u>	<u>56</u>
Total	<u>(17)</u>	<u>83</u>	<u>(229)</u>
Comprehensive income (loss) from continuing operations	<u>64</u>	<u>649</u>	<u>(124)</u>
Components related to discontinued operations:			
Income (loss) from discontinued operations, net of tax effect	<u>378</u>	<u>74</u>	<u>(4,181)</u>
Minimum pension liability adjustments (net of tax (expense) benefit of (\$5), (\$4) and \$10)	10	8	(18)
Cumulative foreign currency translation adjustment	(145)	302	329
Cash flow hedges:			
Net change in fair value of derivatives (net of tax benefit of \$-, \$29 and \$36)	—	(67)	(81)
Amounts realized in earnings during the year (net of tax (expense) benefit of \$3,(\$37) and (\$62))	<u>(6)</u>	<u>86</u>	<u>143</u>
Total	<u>(141)</u>	<u>329</u>	<u>373</u>
Comprehensive income (loss) from discontinued operations.....	<u>237</u>	<u>403</u>	<u>(3,808)</u>
Extraordinary gain (loss), net of tax effect	16	—	(134)
Cumulative effect of changes in accounting principles, net of tax effect.....	<u>10</u>	<u>(58)</u>	<u>—</u>
Comprehensive income (loss).....	<u>\$327</u>	<u>\$ 994</u>	<u>\$(4,066)</u>

See Notes to Financial Statements.