

Statements of Consolidated Income

(Unaudited)

	Three Months Ended March 31,			Three Months Ended June 30,			Three Months Ended September 30,			Three Months Ended December 31,			Twelve Months Ended December 31,		
	2003 (millions of dollars)	2002 (millions of dollars)	% Change	2003 (millions of dollars)	2002 (millions of dollars)	% Change	2003 (millions of dollars)	2002 (millions of dollars)	% Change	2003 (millions of dollars)	2002 (millions of dollars)	% Change	2003 (millions of dollars)	2002 (millions of dollars)	% Change
Operating revenues.....	\$ 2,760	\$ 2,421	14.0	\$ 2,617	\$ 2,471	5.9	\$ 3,104	\$ 2,887	7.5	\$ 2,527	\$ 2,117	19.4	\$ 11,008	\$ 9,896	11.2
Costs and expenses:															
Cost of energy sold and delivery fees	1,365	779	75.2	1,153	963	19.7	1,321	1,258	5.0	1,108	1,087	1.9	4,947	4,087	21.0
Operating costs	414	359	15.3	405	400	1.3	413	396	4.3	433	437	(0.9)	1,665	1,592	4.6
Depreciation and amortization	223	219	1.8	208	211	(1.4)	222	217	2.3	233	221	5.4	886	868	2.1
Selling, general and administrative expenses.....	246	326	(24.5)	262	296	(11.5)	277	301	(8.0)	323	290	11.4	1,108	1,213	(8.7)
Franchise and revenue-based taxes	111	118	(5.9)	120	117	2.6	104	108	(3.7)	121	135	(10.4)	456	478	(4.6)
Other income	(13)	(4)	-	(25)	(19)	31.6	(25)	(18)	38.9	(19)	(10)	90.0	(82)	(51)	60.8
Other deductions	17	47	(63.8)	6	13	(53.8)	8	22	(63.6)	15	495	(97.0)	46	577	(92.0)
Interest income	(10)	(8)	25.0	(10)	(7)	42.9	(5)	(5)	-	(19)	(11)	72.7	(44)	(31)	41.9
Interest expense and related charges	247	215	14.9	248	217	14.3	240	212	13.2	240	238	0.8	975	882	10.5
Total costs and expenses	2,600	2,051	26.8	2,367	2,191	8.0	2,555	2,491	2.6	2,435	2,882	(15.5)	9,957	9,615	3.6
Income (loss) from continuing operations before income taxes, extraordinary loss and cumulative effect of changes in accounting principles.....	160	370	(56.8)	250	280	(10.7)	549	396	38.6	92	(765)	-	1,051	281	-
Income tax expense (benefit).....	45	109	(58.7)	72	88	(18.2)	177	126	40.5	20	(224)	-	314	99	-
Income (loss) from continuing operations before extraordinary loss and cumulative effect of changes in accounting principles	115	261	(55.9)	178	192	(7.3)	372	270	37.8	72	(541)	-	737	182	-
Income (loss) from discontinued operations, net of tax effect	(12)	(6)	-	(67)	9	-	25	(59)	-	(43)	(4,202)	(99.0)	(97)	(4,258)	(97.7)
Extraordinary loss, net of tax effect	-	-	-	-	-	-	-	-	-	-	(134)	-	-	(134)	-
Cumulative effect of changes in accounting principles, net of tax benefit	(58)	-	-	-	-	-	-	-	-	-	-	-	(58)	-	-
Net income (loss) before preference stock dividends.....	45	255	(82.4)	111	201	(44.8)	397	211	88.2	29	(4,877)	-	582	(4,210)	-
Preference stock dividends	5	5	-	6	6	-	5	5	-	6	6	-	22	22	-
Net income (loss) available for common stock	\$ 40	\$ 250	(84.0)	\$ 105	\$ 195	(46.2)	\$ 392	\$ 206	90.3	\$ 23	\$ (4,883)	-	\$ 560	\$ (4,232)	-

Reference is made to the Notes to Financial Statements contained in the Annual Report on Form 10-K of TXU Corp. and Subsidiaries (TXU Corp.) or all Quarterly Reports on Form 10-Q filed with the Securities and Exchange Commission. This financial statement is furnished in response to request for information concerning TXU Corp. and not in connection with any sale or offer for sale of, or solicitation of an offer to buy, any securities.