

TXU CORP. AND SUBSIDIARIES
ENERGY SEGMENT (TXU ENERGY COMPANY LLC)
2003 and 2002 by Quarter

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 <i>(millions of dollars)</i>	2002	% Change	2003 <i>(millions of dollars)</i>	2002	% Change	2003 <i>(millions of dollars)</i>	2002	% Change	2003 <i>(millions of dollars)</i>	2002	% Change	2003 <i>(millions of dollars)</i>	2002	% Change
Operating revenues.....	\$ 1,791	\$ 1,790	0.1	\$ 2,017	\$ 2,007	0.5	\$ 2,442	\$ 2,411	1.3	\$ 1,745	\$ 1,483	17.7	\$ 7,995	\$ 7,691	4.0
Costs and expenses:															
Cost of energy sold and delivery fees.....	1,217	941	29.3	1,282	1,185	8.2	1,543	1,536	0.5	1,082	1,121	(3.5)	5,124	4,783	7.1
Operating costs.....	182	157	15.9	163	177	(7.9)	166	173	(4.0)	180	194	(7.2)	691	701	(1.4)
Depreciation and amortization.....	113	119	(5.0)	95	105	(9.5)	99	113	(12.4)	102	113	(9.7)	409	450	(9.1)
Selling, general and administrative expenses.....	142	212	(33.0)	150	184	(18.5)	165	181	(8.8)	179	198	(9.6)	636	775	(17.9)
Franchise and revenue-based taxes.....	28	30	(6.7)	27	26	3.8	29	26	11.5	40	38	5.3	124	120	3.3
Other income.....	(8)	(2)	-	(16)	(13)	23.1	(19)	(18)	5.6	(5)	-	-	(48)	(33)	45.5
Other deductions.....	2	3	(33.3)	3	2	50.0	3	3	-	14	246	(94.3)	22	254	(91.3)
Interest income.....	(2)	(9)	(77.8)	(1)	-	-	-	1	-	(5)	(2)	-	(8)	(10)	(20.0)
Interest expense and related charges.....	77	59	30.5	85	50	70.0	84	44	90.9	77	62	24.2	323	215	50.2
Total costs and expenses.....	1,751	1,510	16.0	1,788	1,716	4.2	2,070	2,059	0.5	1,664	1,970	(15.5)	7,273	7,255	0.2
Income (loss) from continuing operations before income taxes and cumulative effect of changes in accounting principles.....	40	280	(85.7)	229	291	(21.3)	372	352	5.7	81	(487)	-	722	436	65.6
Income tax expense (benefit).....	6	90	(93.3)	75	93	(19.4)	123	110	11.8	25	(176)	-	229	117	95.7
Income (loss) from continuing operations before cumulative effect of changes in accounting principles.....	34	190	(82.1)	154	198	(22.2)	249	242	2.9	56	(311)	-	493	319	54.5
Loss from discontinued operations, net of tax effect.....	1	(3)	-	-	(15)	-	-	(15)	-	(15)	(16)	(6.3)	(14)	(49)	(71.4)
Cumulative effect of changes in accounting principles, net of tax benefit.....	(58)	-	-	-	-	-	-	-	-	-	-	-	(58)	-	-
Net income (loss).....	\$ (23)	\$ 187	-	\$ 154	\$ 183	(15.8)	\$ 249	\$ 227	9.7	\$ 41	\$ (327)	-	\$ 421	\$ 270	55.9

The Energy segment represents the electricity generation, portfolio management and wholesale and retail energy sales operations of TXU Energy Company LLC, operating principally in the competitive Texas market

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.