

**TXU CORP. AND SUBSIDIARIES**  
**STATEMENTS OF CONSOLIDATED COMPREHENSIVE INCOME**

	Year Ended December 31,		
	2005	2004	2003
	(millions of dollars)		
Components related to continuing operations:			
Income from continuing operations before extraordinary gain (loss) and cumulative effect of changes in accounting principles .....	\$ 1,775	\$ 81	\$ 566
Other comprehensive income (loss), net of tax effects:			
Minimum pension liability adjustments (net of tax (expense) benefit of \$25, (\$7) and (\$25)).....	(46)	14	46
Cash flow hedges:			
Net change in fair value of derivatives held at end of period (net of tax benefit of \$24, \$40 and \$46).....	(47)	(75)	(85)
Amounts related to derivatives settled during the year (net of tax expense of \$42, \$23, and \$66), the effects of which were reported in net income.....	<u>77</u>	<u>44</u>	<u>122</u>
Total cash flow hedges .....	<u>30</u>	<u>(31)</u>	<u>37</u>
Comprehensive income from continuing operations .....	<u>1,759</u>	<u>64</u>	<u>649</u>
Components related to discontinued operations:			
Income from discontinued operations, net of tax effect.....	<u>5</u>	<u>378</u>	<u>74</u>
Minimum pension liability adjustments (net of tax expense of \$—, \$5 and \$4).....	—	10	8
Cumulative foreign currency translation adjustment .....	—	(145)	302
Cash flow hedges:			
Net change in fair value of derivatives (net of tax benefit of \$—, \$— and \$29).....	—	—	(67)
Amounts realized in earnings during the year (net of tax (expense) benefit of \$—, \$3, and (\$37)) .....	<u>—</u>	<u>(6)</u>	<u>86</u>
Total .....	<u>—</u>	<u>(141)</u>	<u>329</u>
Comprehensive income from discontinued operations .....	<u>5</u>	<u>237</u>	<u>403</u>
Extraordinary gain (loss), net of tax effect.....	(50)	16	—
Cumulative effect of changes in accounting principles, net of tax effect.....	<u>(8)</u>	<u>10</u>	<u>(58)</u>
Comprehensive income .....	<u>\$ 1,706</u>	<u>\$ 327</u>	<u>\$ 994</u>

See Notes to Financial Statements.