

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

	Year Ended December 31,		
	2006	2005	2004
	(millions of dollars)		
Components related to continuing operations:			
Income from continuing operations before extraordinary gain (loss) and cumulative effect of changes in accounting principles.....	\$ 2,465	\$ 1,775	\$ 81
Other comprehensive income (loss), net of tax effects:			
Minimum pension liability adjustments (net of tax (expense) benefit of (\$38), \$25 and (\$7)).....	71	(46)	14
Cash flow hedges:			
Net change in fair value of derivatives held at end of period (net of tax (expense) benefit of \$(304), \$24 and \$40) .....	568	(47)	(75)
Derivative value net losses (gains) reported in net income that relate to hedged transactions recognized in the period (net of tax (expense) benefit of \$(8), \$42 and \$23) .....	(15)	77	44
Total effect of cash flow hedges .....	553	30	(31)
Total adjustments to net income from continuing operations .....	624	(16)	(17)
Comprehensive income from continuing operations .....	3,089	1,759	64
Components related to discontinued operations:			
Income from discontinued operations, net of tax effect.....	87	5	378
Minimum pension liability adjustments (net of tax expense of \$-, \$- and \$5).....	—	—	10
Cumulative foreign currency translation adjustment.....	—	—	(145)
Cash flow hedges:			
Derivative value net gains reported in net income that relate to hedged transactions recognized in the period (net of tax expense of \$-, \$- and \$3) .....	—	—	(6)
Total adjustments to net income from discontinued operations.....	—	—	(141)
Comprehensive income from discontinued operations.....	87	5	237
Extraordinary gain (loss), net of tax effect.....	—	(50)	16
Cumulative effect of changes in accounting principles, net of tax effect.....	—	(8)	10
Comprehensive income .....	\$ 3,176	\$ 1,706	\$ 327

See Notes to Financial Statements.