

TXU CORP. AND SUBSIDIARIES
SELECTED FINANCIAL DATA

	Year Ended December 31,				
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
	(millions of dollars, except ratios and per share amounts)				
Operating revenues	\$10,856	\$10,662	\$ 9,216	\$ 8,532	\$ 8,125
Income from continuing operations before extraordinary gain (loss) and cumulative effect of changes in accounting principles	\$ 2,465	\$ 1,775	\$ 81	\$ 566	\$ 105
Income (loss) from discontinued operations, net of tax effect.....	\$ 87	\$ 5	\$ 378	\$ 74	\$(4,181)
Extraordinary gain (loss), net of tax effect	\$ —	\$ (50)	\$ 16	\$ —	\$ (134)
Cumulative effect of changes in accounting principles, net of tax effect.....	\$ —	\$ (8)	\$ 10	\$ (58)	\$ —
Exchangeable preferred membership interest buyback premium.....	\$ —	\$ —	\$ 849	\$ —	\$ —
Preference stock dividends	\$ —	\$ 10	\$ 22	\$ 22	\$ 22
Net income (loss) available for common stock	\$ 2,552	\$ 1,712	\$ (386)	\$ 560	\$(4,232)
Common stock data (millions):					
Basic shares outstanding – average	460	476	600	643	556
Diluted shares outstanding – average	467	486	600	758	556
Shares outstanding – end of year	459	471	480	648	644
Basic earnings per share:					
Net income (loss) available to common stock from continuing operations	\$ 5.36	\$ 3.71	\$ (1.32)	\$ 0.85	\$ 0.15
Income (loss) from discontinued operations, net of tax effect.....	\$ 0.19	\$ 0.01	\$ 0.63	\$ 0.11	\$ (7.52)
Extraordinary gain (loss), net of tax effect	\$ —	\$ (0.10)	\$ 0.03	\$ —	\$ (0.24)
Cumulative effect of changes in accounting principles, net of tax effect.....	\$ —	\$ (0.02)	\$ 0.02	\$ (0.09)	\$ —
Net income (loss) available for common stock	<u>\$ 5.55</u>	<u>\$ 3.60</u>	<u>\$ (0.64)</u>	<u>\$ 0.87</u>	<u>\$ (7.61)</u>
Diluted earnings per share:					
Net income (loss) available to common stock from continuing operations(a).....	\$ 5.27	\$ 2.61	\$ (1.32)	\$ 0.79	\$ 0.15
Income (loss) from discontinued operations, net of tax effect.....	\$ 0.19	\$ 0.01	\$ 0.63	\$ 0.10	\$ (7.52)
Extraordinary gain (loss), net of tax effect	\$ —	\$ (0.10)	\$ 0.03	\$ —	\$ (0.24)
Cumulative effect of changes in accounting principles, net of tax effect.....	\$ —	\$ (0.02)	\$ 0.02	\$ (0.08)	\$ —
Net income (loss) available for common stock	<u>\$ 5.46</u>	<u>\$ 2.50</u>	<u>\$ (0.64)</u>	<u>\$ 0.81</u>	<u>\$ (7.61)</u>
Dividends declared per share.....	\$ 1.67	\$ 1.26	\$ 0.47	\$ 0.25	\$ 0.96
Book value per share – end of year	\$ 4.66	\$ 1.01	\$ 0.71	\$ 8.67	\$ 7.40
Return on average common stock equity(b).....	188.5%	433.7%	2.0%	10.5%	1.3%
Ratio of earnings to fixed charges	5.11	3.80	1.16	1.94	1.22
Ratio of earnings to combined fixed charges and preference dividends	5.11	3.74	1.11	1.87	1.17

See notes on page A-3.

TXU CORP. AND SUBSIDIARIES
SELECTED FINANCIAL DATA (CONTINUED)

	<u>Year Ended December 31,</u>				
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
	(millions of dollars, except ratios)				
Total assets – end of year.....	\$25,922	\$25,539	\$23,189	\$31,284	\$31,384
Property, plant & equipment – net – end of year	18,756	17,192	16,676	16,803	16,526
Capital expenditures	2,180	1,047	912	721	813
Capitalization – end of year					
Equity-linked debt securities	\$ —	\$ 179	\$ 285	\$ 1,440	\$ 1,440
Exchangeable subordinated notes (c)	—	—	—	—	639
Long-term debt held by subsidiary trusts	—	—	—	546	546
All other long-term debt, less amounts due currently	10,631	11,153	12,127	9,168	8,003
Exchangeable preferred membership interests (c)	—	—	—	646	—
Preferred stock of subsidiaries:					
Not subject to mandatory redemption (d)	—	—	38	113	190
Subject to mandatory redemption.....	—	—	—	—	21
Preference stock	—	—	300	300	300
Common stock equity	2,140	475	339	5,619	4,766
Total.....	<u>\$12,771</u>	<u>\$11,807</u>	<u>\$13,089</u>	<u>\$17,832</u>	<u>\$15,905</u>
Capitalization ratios – end of year					
Equity-linked debt securities	—%	1.5%	2.2%	8.1%	9.1%
Exchangeable subordinated notes.....	—	—	—	—	4.0
Long-term debt held by subsidiary trusts	—	—	—	3.1	3.4
All other long-term debt, less amounts due currently	83.2	94.5	92.6	51.4	50.3
Exchangeable preferred membership interests.....	—	—	—	3.6	—
Preferred stock of subsidiaries (d).....	—	—	0.3	0.6	1.3
Preference stock.....	—	—	2.3	1.7	1.9
Common stock equity	16.8	4.0	2.6	31.5	30.0
Total.....	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>
Notes payable – commercial paper.....	\$ 1,296	\$ 358	\$ —	\$ —	\$ —
Notes payable – banks	195	440	210	—	2,306
Long-term debt due currently	485	1,250	229	678	941
Embedded interest cost on long-term debt – end of year (e)	6.6%	6.3%	6.0%	6.3%	6.8%
Embedded interest cost on long-term debt held by subsidiary trusts.....	—%	—%	—%	6.4%	7.8%
Embedded dividend cost on preferred stock of subsidiaries – end of year (f)	—%	—%	4.4%	9.7%	6.5%

- (a) The 2005 diluted per share results reflect the unfavorable impact associated with the accelerated share repurchase program. (See Note 2 to Financial Statements.)
- (b) Based on income from continuing operations before extraordinary gain (loss) and cumulative effect of changes in accounting principles.
- (c) Amount is net of discount.
- (d) Preferred stock outstanding at the end of 2006 and 2005 has a stated amount of \$51 thousand.
- (e) Represents the annual interest using year-end rates for variable rate debt and reflecting effects of interest rate swaps and amortization of any discounts, premiums, issuance costs and any deferred gains/losses on reacquisitions divided by the carrying value of the debt plus or minus the unamortized balance of any discounts, premiums, issuance costs and gains/losses on reacquisitions at the end of the year.
- (f) Includes the unamortized balance of the loss on reacquired preferred stock and associated amortization. The embedded dividend cost excluding the effects of the loss on reacquired preferred stock is 6.0% for 2002.

Certain previously reported financial statistics reflect reclassifications to conform to current year classifications.

Prior year amounts have been reclassified for discontinued operations. Share and per share amounts reflect the 2005 two-for-one stock split. (See Note 3 and Note 17 to Financial Statements.)

Note: Results for 2004 are significantly impacted by charges related to the comprehensive restructuring plan as described in Note 8 to Financial Statements.