

Five-year financial summary

CONSOLIDATED INCOME STATEMENTS

The following tables of the consolidated income statements and the pre-exceptional items for the years ended 31 December 2003, 31 December 2002 and 31 December 2001, and the balance sheets at 31 December 2003, 31 December 2002, 31 December 2001 have been prepared under UK GAAP. They have been re-presented under an IFRS format, in the table below, to aid comparability.

	Year ended 31 December 2005 (IFRS) £m	Year ended 31 December 2004 (IFRS) £m	Year ended 31 December 2003 (UK GAAP) £m	Year ended 31 December 2002 (UK GAAP) £m	Year ended 31 December 2001 (UK GAAP) £m
Revenue: Group and share of joint ventures and associates	2,936	1,267	1,273	1,129	1,103
Less: share of joint ventures' and associates' revenue	(1,003)	(499)	(421)	(412)	(546)
Group revenue	1,933	768	852	717	557
Cost of sales – pre-exceptional	(1,565)	(637)	(729)	(558)	(383)
Cost of sales – exceptional	52	–	(404)	(103)	(2)
Gross profit/(loss)	420	131	(281)	56	172
Other operating income – pre-exceptional	64	56	66	134	80
Other operating income – exceptional	58	–	–	–	–
Other operating expenses – pre-exceptional	(129)	(78)	(64)	(85)	(89)
Other operating expenses – exceptional	–	11	–	–	–
Share of results of joint ventures and associates – pre-exceptional	198	113	160	180	161
Share of results of joint ventures and associates – exceptional	–	–	35	42	–
Profit from operations	611	233	(84)	327	324
Disposal of investments – exceptional	10	4	27	–	32
Finance income – pre-exceptional	53	30	42	24	24
Finance expenses – pre-exceptional	(255)	(107)	(153)	(156)	(147)
Finance expenses – exceptional	–	(31)	(16)	–	(29)
Profit before tax	419	129	(184)	195	204
Income tax expense – pre-exceptional	(55)	(25)	(54)	(77)	(64)
Income tax expense – exceptional	(34)	–	26	1	–
Profit for the year	330	104	(212)	119	140
Attributable to:					
Minority interests – pre-exceptional	45	8	7	6	2
Minority interests – exceptional	–	(2)	–	–	–
Equity holders of the parent – pre-exceptional	199	112	113	173	137
Equity holders of the parent – exceptional	86	(14)	(332)	(60)	1
Basic earnings/(loss) per share:					
Excluding exceptional items	13.5p	8.6p	9.1p	13.8p	11.0p
Including exceptional items	19.4p	7.5p	(17.6)p	9.0p	11.0p
Diluted earnings/(loss) per share including exceptional items	18.5p	7.4p	(17.6)p	9.0p	10.7p

The share of results from joint ventures and associates under UK GAAP, in the above table, is shown before interest, taxation and minority interests.

With effect from 1 January 2004, we reverted to equity accounting for our 36% stake in KAPCO and now account for it as an associate. KAPCO had previously been accounted for as a trade investment with dividend receipts recorded in income from investments. To aid comparability the dividends received in 2003 and 2002 have been included in the share of results of joint ventures and associates in the above table.

International Power

Pre-exceptional items

	Year ended 31 December 2005 (IFRS) £m	Year ended 31 December 2004 (IFRS) £m	Year ended 31 December 2003 (UK GAAP) £m	Year ended 31 December 2002 (UK GAAP) £m	Year ended 31 December 2001 (UK GAAP) £m
Revenue: Group and share of joint ventures and associates	2,936	1,267	1,273	1,129	1,103
Less: share of joint ventures' and associates' revenue	(1,003)	(499)	(421)	(412)	(546)
Group revenue	1,933	768	852	717	557
Cost of sales	(1,565)	(637)	(729)	(558)	(383)
Gross profit	368	131	123	159	174
Other operating income	64	56	66	134	80
Other operating expenses	(129)	(78)	(64)	(85)	(89)
Share of results of joint ventures and associates	198	113	160	180	161
Profit from operations	501	222	285	388	326

The comments set out below the table on the preceding page also apply to the results presented above.

CONSOLIDATED BALANCE SHEETS

	As at 31 December 2005 (IFRS) £m	As at 31 December 2004 (IFRS) £m	As at 31 December 2003 (UK GAAP) (restated) £m	As at 31 December 2002 (UK GAAP) (restated) £m	As at 31 December 2001 (UK GAAP) £m
Non-current assets	6,592	5,667	2,585	2,981	3,152
Inventories	110	91	65	55	25
Other current asset receivables and derivatives	676	238	160	134	158
Cash and cash equivalents and assets held for trading	672	612	743	842	643
Current assets	1,458	941	968	1,031	826
Current liabilities	(1,300)	(545)	(846)	(1,405)	(615)
Non-current liabilities	(4,375)	(4,005)	(1,147)	(838)	(1,666)
Net assets	2,375	2,058	1,560	1,769	1,697
Net debt	2,979	2,745	692	812	897
Gearing	125%	133%	44%	46%	53%
Debt capitalisation	56%	57%	31%	31%	35%
Capital expenditure (including acquisitions)	786	1,469	130	319	467