

American Electric Power
Financial Results by Business Unit
for the Period Ended December 31, 2001 vs. 2000
in millions, except per share amounts

(Data based on preliminary, unaudited results) (a)

	Three Months Ended		Twelve Months Ended	
	2001	2000	2001	2000
Wholesale: (b) (c)				
Gross Margin - Energy Sales	787.8	871.1	3,418.9	3,396.5
Gross Margin - Trading and Marketing:				
Power	(24.5)	87.1	240.0	347.4
Gas	59.3	77.5	394.6	123.1
Cook Restart & Jurisdictional Settlements	(30.6)	(96.0)	(110.7)	(412.9)
O&M Expense	(472.5)	(443.4)	(1,785.5)	(1,578.1)
Gas Holding Co. Costs	(33.9)	(8.4)	(94.2)	(41.1)
Depreciation & Amortization	(147.7)	(134.2)	(556.0)	(542.1)
Taxes Other Than FIT	(69.3)	(82.5)	(315.5)	(338.8)
Other	8.4	(16.1)	(3.5)	(1.1)
Federal Income Tax	(24.2)	(94.1)	(415.2)	(332.8)
Total Wholesale	52.8	161.0	772.9	620.1
Energy Delivery: (b) (d)				
Revenue	721.2	705.2	3,181.2	3,054.8
O&M Expense	(303.7)	(318.2)	(1,111.1)	(1,110.9)
Depreciation & Amortization	(120.1)	(125.1)	(518.0)	(498.8)
Taxes Other Than FIT	(87.0)	(86.5)	(414.9)	(358.8)
Federal Income Tax	(73.3)	(56.3)	(397.6)	(379.5)
Total Energy Delivery	137.1	119.1	739.6	706.8
Other Investments (After Tax):				
SEEBOARD	16.0	35.1	89.1	98.9
CitiPower	(3.2)	5.9	(6.1)	17.0
Other	4.8	(5.9)	(29.8)	(53.7)
Total Other Investments	17.6	35.1	53.2	62.2
Capital Costs	(93.8)	(121.6)	(471.6)	(518.4)
On-going Earnings	113.7	193.6	1,094.1	870.7
Extraordinary and Special Items (After Tax):				
COLI Adjustment	-	(318.5)	-	(318.5)
Merger Costs	(1.8)	(14.2)	(15.4)	(172.1)
HPL-related Enron purchase obligations	(24.3)	-	(24.3)	-
SFAS 133 Transition Adj.	-	-	18.0	-
Severance Accruals	3.2	-	(25.8)	-
Taxes Other Than FIT - Prior Period Adj.	(3.3)	-	(20.8)	-
Extraordinary Items	(2.5)	-	(50.9)	(35.2)
Disposition / Writedown of Assets	(33.1)	(83.2)	(4.1)	(77.8)
Reported Earnings	51.9	(222.3)	970.8	267.1
Average Shares Outstanding	322.2	322.0	322.2	321.9

Earnings Per Share	<u>\$ 0.16</u>	<u>\$ (0.68)</u>	<u>\$ 3.01</u>	<u>\$ 0.83</u>
Dividend Per Share	<u>\$ 0.60</u>	<u>\$ 0.60</u>	<u>\$ 2.40</u>	<u>\$ 2.40</u>

Footnotes:

- a) For analysis purposes, certain financial statement amounts have been reclassified for this effect on earnings presentation.
- b) The data presented for the Wholesale and Energy Delivery business segments represent on-going earnings before interest expense.
- c) Wholesale includes wholesale sales in the U. S., the generation component of sales to domestic retail customers, worldwide trading, and other related businesses including Pro Serv, AEP Energy Services, CSW Energy, and LIG.
- d) Energy Delivery includes the domestic electric transmission and distribution businesses.