

American Electric Power
Financial Results for 2nd Quarter 2004 Actual vs 2nd Quarter 2003 Actual

		<u>2003 Actual</u>		<u>2004 Actual</u>	
		<u>(\$ millions)</u>	<u>EPS</u>	<u>(\$ millions)</u>	<u>EPS</u>
UTILITY OPERATIONS:					
Gross Margin:					
1	Regulated Integrated Utilities	655		751	
2	Ohio Cos.	464		468	
3	Texas Wires	174		106	
4	Texas Supply / REP	115		84	
5	Off-System Sales	104		113	
6	Other Wholesale Transactions	(2)		9	
7	Transmission Revenue - 3rd Party	116		119	
8	Other Operating Revenue	<u>83</u>		<u>73</u>	
9	Total Gross Margin	1,709		1,723	
10	Operations & Maintenance	(735)		(824)	
11	Depreciation & Amortization	(315)		(308)	
12	Taxes Other than Income Taxes	(154)		(174)	
13	Interest Exp & Preferred Dividend	(167)		(157)	
14	Other Income & Deductions	5		16	
15	Income Taxes	<u>(118)</u>		<u>(93)</u>	
16	Net Earnings Utility Operations	<u>225</u>	0.57	<u>183</u>	0.46
INVESTMENTS:					
17	AEPES, inclds Gas HoldCo (HPL)	(26)		(4)	
18	MEMCO	1		2	

19	IPPs and Wind Farms	(2)		1	
20	AEP Resources - Other	(11)		(4)	
21	Other	<u>(14)</u>		<u>(3)</u>	
22	Total Investments	<u>(52)</u>	(0.13)	<u>(8)</u>	(0.02)
23	Parent Company	<u>(3)</u>	<u>(0.01)</u>	<u>(25)</u>	<u>(0.06)</u>
24	ON-GOING EARNINGS	<u>170</u>	<u>0.43</u>	<u>150</u>	<u>0.38</u>

Note: For analysis purposes, certain financial statement amounts have been reclassified for this effect on earnings presentation.