

**DUKE ENERGY CORPORATION**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(Unaudited)  
(In millions, except per-share amounts)

	Three Months Ended		
	March 31,		
	2005	2004	
<b>Operating Revenues</b>	\$ 5,749	\$ 5,636	
<b>Operating Expenses</b>	5,106	4,925	less 100% of DEFS operating revenues
<b>Gains on Sales of Investments in Commercial and Multi-Family Real Estate</b>	42	59	less 100% of DEFS operating expenses
<b>Gains (Losses) on Sales of Other Assets, net</b>	33	(338)	less 100% of DEFS gains (losses) on asset sales
<b>Operating Income</b>	<u>718</u>	<u>432</u>	less 100% of DEFS operating income
<b>Other Income and Expenses</b>	1,305	60	less 100% of DEFS other income and expenses plus 50% of equity earnings of DEFS plus one-time gain on sale of 19.7% interest in DEFS
<b>Interest Expense</b>	293	356	less 100% of DEFS interest expense
<b>Minority Interest Expense</b>	416	38	less 30.3% minority interest of DEFS earnings and 69.7% of DEFS equity in earnings
<b>Earnings From Continuing Operations Before Income Taxes</b>	1,314	98	see above
<b>Income Tax Expense from Continuing Operations</b>	447	33	net decrease of 19.7% of tax impact to DEFS earnings
<b>Income From Continuing Operations</b>	867	65	see above
<b>Income From Discontinued Operations, net of tax</b>	1	246	DEFS discontinued operations will be removed
<b>Net Income</b>	868	311	see above
<b>Dividends and Premiums on Redemption of Preferred and Preference Stock</b>	2	2	
<b>Earnings Available For Common Stockholders</b>	<u>\$ 866</u>	<u>\$ 309</u>	see above

**Purpose:** The purpose of this presentation is to demonstrate how the deconsolidation of Duke Energy Field Services, LLC (DEFS), upon finalization of the proposed 50/50 transaction with ConocoPhillips, will impact the consolidated Statements of Operations for Duke Energy Corporation. Note that these impacts of deconsolidation are on a prospective basis and the historical financial statements, up to the date of finalization of the proposed 50/50 transaction with ConocoPhillips, will not be impacted.

**DUKE ENERGY CORPORATION**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
(Unaudited)  
(In millions)

	March 31, 2005	December 31, 2004	
<b>ASSETS</b>			<u>Impact of DEFS Transaction</u>
<b>Current Assets</b>	\$ 8,277	\$ 7,971	less 100% of DEFS current assets
<b>Investments and Other Assets</b>	11,732	11,533	less 100% of DEFS investment and other assets plus 50% equity investment in DEFS
<b>Net Property, Plant and Equipment</b>	33,391	33,506	less 100% of DEFS net PP&E
<b>Regulatory Assets and Deferred Debits</b>	<u>2,508</u>	<u>2,460</u>	less 100% of DEFS deferred debits
<b>Total Assets</b>	<u>\$ 55,908</u>	<u>\$ 55,470</u>	see above
 <b>LIABILITIES AND COMMON STOCKHOLDERS' EQUITY</b>			
<b>Current Liabilities</b>	\$ 7,121	\$ 7,538	less 100% of DEFS current liabilities
<b>Long-term Debt</b>	16,934	16,932	less 100% of DEFS long-term debt
<b>Deferred Credits and Other Liabilities</b>	13,338	12,939	less 100% of DEFS deferred credits and other liabilities
<b>Minority Interests</b>	1,897	1,486	less 30.3% minority interest of DEFS
<b>Preferred and preference stock without sinking fund requirements</b>	134	134	
<b>Common Stockholders' Equity</b>	<u>16,484</u>	<u>16,441</u>	less 100% of DEFS equity plus one-time gain on sale of 19.7% interest in DEFS
<b>Total Liabilities and Common Stockholders' Equity</b>	<u>\$ 55,908</u>	<u>\$ 55,470</u>	see above

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