

ENRON CORP.

Table 1 - Earnings Summary

(Unaudited: in millions except per share data)

	Quarter Ended		Year Ended	
	December 31,		December 31,	
	1999	1998	1999	1998
Revenues				
Transportation and Distribution:				
Gas Pipeline Group	\$ 181	\$ 170	\$ 653	\$ 653
Portland General	377	327	1,379	1,196
Wholesale Energy Operations and Services	10,774	6,618	37,125	27,725
Retail Energy Services	468	322	1,720	1,072
Exploration and Production (a)	-	230	526	884
Corporate and Other (including intercompany eliminations)	(145)	35	(609)	(270)
Total Revenues	\$ 11,655	\$ 7,702	\$ 40,794	\$ 31,260
After tax results				
Net income excluding nonrecurring items	\$ 255	\$ 171	\$ 953	\$ 698
Nonrecurring items:				
Gain on sale of EOG stock	-	45	345	45
Charges related to MTBE asset	-	(40)	(278)	(40)
Cumulative effect of accounting changes	-	-	(131)	-
Net income	\$ 255	\$ 176	\$ 889	\$ 703
Earnings (loss) per share (diluted) (b)				
EPS (diluted) excluding nonrecurring items	\$ 0.30	\$ 0.24	\$ 1.17	\$ 1.00
Nonrecurring items:				
Gain on sale of EOG stock	-	0.07	0.45	0.07
Charges related to MTBE asset	-	(0.06)	(0.36)	(0.06)
Cumulative effect of accounting changes	-	-	(0.17)	-
EPS (diluted)	\$ 0.30	\$ 0.25	\$ 1.09	\$ 1.01
Average shares outstanding (diluted) (b)	779.1	716.4	769.0	695.3

(a) Reflects results of Enron Oil & Gas through August 16, 1999, date of share exchange transaction.

(b) Shares outstanding and EPS amounts have been restated to reflect the two-for-one common stock split that was effective August 13, 1999.

Fourth Quarter 1999

ENRON CORP.

Table 2a - Results by Segment

(Unaudited: in millions, except per share amounts)

	<u>Recurring</u>	<u>Non- Recurring</u>	<u>Total</u>
IBIT:			
Transportation and Distribution:			
Gas Pipeline Group	\$ 97	\$ -	\$ 97
Portland General	105	-	105
Wholesale Energy Operations and Services	267	-	267
Retail Energy Services	7	-	7
Exploration and Production (a)	-	-	-
Corporate and Other	(5)	-	(5)
IBIT	<u>471</u>	-	<u>471</u>
Interest and Related Charges, net	122	-	122
Dividends on Preferred Securities			
of Subsidiaries	20	-	20
Minority Interests	41	-	41
Income Tax Provision	33	-	33
Net Income	<u>255</u>	-	<u>255</u>
Preferred Dividends:			
Second preferred stock	4	-	4
Series A and Series B Preferred Stock (b)	20	-	20
Earnings on Common Stock	<u>\$ 231</u>	<u>\$ -</u>	<u>\$ 231</u>
Average Number of Shares Used: (c)			
Basic			<u>715.3</u>
Diluted	<u>779.1</u>	<u>779.1</u>	<u>779.1</u>
Earnings per Common Share: (c)			
Basic			<u>\$ 0.32</u>
Diluted	<u>\$ 0.30</u>	<u>\$ -</u>	<u>\$ 0.30</u>

- (a) Reflects results of Enron Oil & Gas through August 16, 1999, date of share exchange transaction.
- (b) The Series A and Series B Preferred Stock are antidilutive and therefore have been excluded from the calculation of diluted earnings per share.
- (c) Shares outstanding and EPS amounts have been restated to reflect the two-for-one common stock split that was effective August 13, 1999.

Fourth Quarter 1998

ENRON CORP.

Table 2b - Results by Segment

(Unaudited: in millions, except per share amounts)

	<u>Recurring</u>	<u>Non- Recurring</u>	<u>Total</u>
IBIT:			
Transportation and Distribution:			
Gas Pipeline Group	\$ 84	\$ -	\$ 84
Portland General	84	-	84
Wholesale Energy Operations and Service	201	-	201
Retail Energy Services	(26)	-	(26)
Exploration and Production	31	-	31
Corporate and Other	26	(39)	(13)
IBIT	400	(39)	361
Interest and Related Charges, net	152	-	152
Dividends on Preferred Securities			
of Subsidiaries	19	-	19
Minority Interests	17	-	17
Income Tax Provision (Benefit)	41	(44)	(3)
Net Income	171	5	176
Preferred Dividends:			
Second preferred stock	4	-	4
Earnings on Common Stock	\$ 167	\$ 5	\$ 172
Average Number of Shares Used:			
Basic			661.8
Diluted	716.4	716.4	716.4
Earnings per Common Share:			
Basic			\$ 0.26
Diluted	\$ 0.24	\$ 0.01	\$ 0.25

Note: Shares outstanding and EPS amounts have been restated to reflect the two-for-one common stock split that effective August 13, 1999.

1999 Year

ENRON CORP.

Table 2c - Results by Segment

(Unaudited: in millions, except per share amounts)

	<u>Recurring</u>	<u>Non- Recurring</u>	<u>Total</u>
IBIT:			
Transportation and Distribution:			
Gas Pipeline Group	\$ 380	\$ -	\$ 380
Portland General	305	-	305
Wholesale Energy Operations and Services	1,321	-	1,321
Retail Energy Services	(68)	-	(68)
Exploration and Production (a)	65	-	65
Corporate and Other	(23)	13	(10)
IBIT	<u>1,980</u>	<u>13</u>	<u>1,993</u>
Interest and Related Charges, net	659	-	659
Dividends on Preferred Securities of Subsidiaries	77	-	77
Minority Interests	135	-	135
Income Tax Provision (Benefit)	156	(54)	102
Income before Cumulative Accounting Changes	<u>953</u>	<u>67</u>	<u>1,020</u>
Cumulative Effect of Accounting Changes, net of tax	-	(131)	(131)
Net Income (Loss)	<u>953</u>	<u>(64)</u>	<u>889</u>
Preferred Dividends:			
Second preferred stock	17	-	17
Series A and Series B Preferred Stock (b)	49	-	49
Earnings (Loss) on Common Stock	<u>\$ 887</u>	<u>\$ (64)</u>	<u>\$ 823</u>
Average Number of Shares Used: (c)			
Basic			<u>705.3</u>
Diluted	<u>769.0</u>	<u>769.0</u>	<u>769.0</u>
Earnings (Loss) per Common Share: (c)			
Basic			<u>\$ 1.17</u>
Diluted	<u>\$ 1.17</u>	<u>\$ (0.08)</u>	<u>\$ 1.09</u>

(a) Reflects results of Enron Oil & Gas through August 16, 1999, date of share exchange transaction.

(b) The Series A and Series B Preferred Stock are antidilutive and therefore have been excluded from the calculation of diluted earnings per share.

(c) Shares outstanding and EPS amounts have been restated to reflect the two-for-one common stock split that was effective August 13, 1999.

1998 Year

ENRON CORP.

Table 2d - Results by Segment

(Unaudited: in millions, except per share amounts)

	<u>Recurring</u>	<u>Non- Recurring</u>	<u>Total</u>
IBIT:			
Transportation and Distribution:			
Gas Pipeline Group	\$ 351	\$ -	\$ 351
Portland General	286	-	286
Wholesale Energy Operations and Services	968	-	968
Retail Energy Services	(119)	-	(119)
Exploration and Production	128	-	128
Corporate and Other	7	(39)	(32)
IBIT	1,621	(39)	1,582
Interest and Related Charges, net	550	-	550
Dividends on Preferred Securities of Subsidiaries	77	-	77
Minority Interests	77	-	77
Income Tax Provision (Benefit)	219	(44)	175
Net Income	698	5	703
Preferred Dividends:			
Second preferred stock	17	-	17
Earnings on Common Stock	\$ 681	\$ 5	\$ 686
Average Number of Shares Used:			
Basic			642.3
Diluted	695.3	695.3	695.3
Earnings per Common Share:			
Basic			\$ 1.07
Diluted	\$ 1.00	\$ 0.01	\$ 1.01

Note: Shares outstanding and EPS amounts have been restated to reflect the two-for-one common stock split that effective August 13, 1999.

