

Ken and Linda Lay
Balance Sheet Comparison
June 30, 2001

	ENE	\$ 52.9100	\$ 49.1000	
	CPQ	\$ 15.9900	\$ 15.3200	
		<u>5/31/01</u>	<u>6/30/01</u>	<u>Variance</u>
Current Assets		6,811,938	8,387,876	1,575,938 KLL & LPL Investments A/R incr \$1,120K; Kinnear A/R incr \$225K; stock option exercise proceeds
Marketable Investments				
Com & Pref Stocks		122,125,910	89,788,181	(32,337,729) 514,095 shares of ENE stock used to pay off LOCs
Executive Stock Options		78,241,368	64,368,202	(13,873,166) 52,500 ENE stock opt exec under plan
Bonds		649,440	649,440	-
Mutual Funds		5,586,557	5,525,885	(60,672)
Partnerships (Family)*		21,078,350	18,914,951	(2,163,399)
Long Term Investments		54,513,450	55,363,346	849,896 Carson Private European Fund Vanguard II, SAJG Kirby Braeswood, Jester Apts-LA
Retirement/Deferred Assets		49,461,390	46,524,051	(2,937,339)
Personal Non Earning Assets		3,499,009	3,549,034	50,025
Current Liabilities		(61,258,765)	(40,228,139)	21,030,626 \$24M paydown from sale of ENE to ENE less investments and expenses
Long Term Liabilities		(78,401,004)	(69,283,279)	9,117,725 Decrease in Def. Tax Liability
Business Liabilities		<u>(334,413)</u>	<u>(350,281)</u>	<u>(15,868)</u>
NET WORTH		<u>\$ 201,973,230</u>	<u>\$ 183,209,267</u>	<u>(18,763,963)</u>

* Value based on FMV of partnership assets. No discount for partnership interest is shown.

NOTE: Net Worth of \$183,209,267 does not reflect 1,523,300 unvested Enron stock options and 151,948 restricted shares of Enron Corp. Based on a FMV of \$49.10/share as of 6/30/01, these options are valued at \$12,391,121 and the restricted shares are valued at \$7,460,647 totaling \$19,851,768. The total value less deferred tax liability of 40% would add approximately \$11,911,061 to the net worth.

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CONTINGENT LIABILITIES:

Ken and Linda have guaranteed a mortgage in the amount of \$900,000 maturing on January 1, 2014 with an interest rate of 6.88% at Bank of America for their daughter, Robyn Vermeil. This loan is collateralized by property appraised at \$965,000 as of December 9, 1998.

Ken has guaranteed three secured notes in the amounts of \$250,000 and \$275,000 maturing on October 23, 2001 and a construction loan in the amount of \$1,230,000 maturing on January 17, 2003 for his sister, Sharon Lay. These loans all have an interest rate of 30-Day LIBOR + 1.5% and are collateralized by residential real estate. He has also guaranteed an unsecured note in the amount of \$50,000 for Sharon Lay Productions, Inc. which matures 2/21/02.

Linda has guaranteed a note secured by a 2000 Toyota Avalon in the amount of \$26,949 and a note secured by a 2001 Toyota in the amount of \$19,381.

Linda has guaranteed a note in the amount of \$130,000 maturing November 28, 2005 with an interest rate of 8.15% for Randy Gray. This loan is secured by residential real estate in Galveston.

Ken and Linda have guaranteed an unsecured \$5,000,000 line of credit for MILAND Investments, L.L.C. at Bank of America. The line of credit matures on April 5, 2002 with a floating interest rate of 30-Day LIBOR plus 1.25%. The amount currently funded on the line of credit is \$3,928,449.

The outstanding commitments for various investments total \$ 18,324,943.

List of Outstanding Commitments

As of June 30, 2001

PERSONAL	Total Commitment	Total Invested	Outstanding Commitment
Capricorn Investors II LP	500,000	500,000	-
Capricorn Investors III LP	750,000	402,811	347,189
Carson Private European Fund	1,625,000	1,300,000	325,000
Chase Cap Ptrs Private Eq Fund	5,000,000	2,164,364	2,835,636
Corporate Opportunities Funds	750,000	375,000	375,000
Environmental Opportunities Fund	500,000	475,000	25,000
Environmental Opportunities II Fund	400,000	168,000	232,000
Genesis Park LP	500,000	144,758	355,242
Lazard Technology Partners II LP	1,000,000	389,365	610,635
Murphree Venture Partners V, LP	500,000	100,000	400,000
SRE Properties Partnership No. 1, L.P.	2,500,000	1,673,342	826,658
Sterling Group Partners I, L.P.	2,500,000	32,500	2,467,500
Vanguard VII LP	3,000,000	900,000	2,100,000
Westbridge Ventures, L.P.	1,000,000	249,917	750,083
SUBTOTAL	\$ 20,525,000	\$ 8,875,057	\$ 11,649,943
List of Scheduled Commitments:			
Houston NFL Holdings	11,675,000	5,000,000	6,675,000
(Offset by Credit Facility at Bank of Am)			
TOTAL	\$ 32,200,000	\$ 13,875,057	\$ 18,324,943

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July 12, 2001

Kenneth L. & Linda P. Lay
BALANCE SHEET ANALYSIS
As of: June 30, 2001

	<u>Balance</u>
<u>ASSETS</u>	
CURRENT ASSETS	
Cash on Hand:	
CASH ON HAND/SK	283.32
CASH ON HAND/PSTOKES	1,097.46
CASH ON HAND/MSTURGIS	200.00
CASH ON HAND/LEONA	381.63
CASH ON HAND/PRAKER	219.33
CASH ON HAND/BVLILT	4,767.72
Total Cash on Hand:	<u>6,949.46</u>
Checking Accounts:	
BANK OF AMERICA 0707	106,922.60
BANK OF AMER/LPL PROP	1,388.86
BANK OF AMER/STOKES	7,066.43
CHASE BANK CHECKING	1,578.35
VECTRA BANK	1,057.44
UNITY 109-900	1,168.81
Total Checking Accounts:	<u>119,182.49</u>
Money Market Accounts:	
WASHINGTON DC ACCT	90,000.00
Total Money Market Accounts:	<u>90,000.00</u>
Brokerage Accounts:	
CHARLES SCH-CAPROCK/SCH-CR	525.53
GOLDMAN SACHS/GS-61	617.71
PAINE WEBBER MMA/PW-22	628,699.85
PAINE WEBBER CYPRESS/PW-43	12,237.81
PAINE WEBBER HB/PW-65	0.15
PAINE WEBBER EGA/PW-11	38.30
PAINE WEBBER CAP/PW-46	99,100.83
PAINE WEBBER TCW CE/PW-71	18,902.08
PAINE WEBBER TCW MC/PW-72	39,833.96
Total Brokerage Accounts:	<u>799,956.22</u>
Savings Accounts:	
ENRON CREDIT UNION/KLL	45.73
Total Savings Accounts:	<u>45.73</u>
Treasury Bills:	
SAVINGS BONDS	600.00
Total Treasury Bills:	<u>600.00</u>
Short-term Receivables:	

