

Statement of Earnings

	General Electric Company and consolidated affiliates		
	2009	2008	2007
For the years ended December 31 (In millions; per-share amounts in dollars)			
REVENUES			
Sales of goods	\$ 65,068	\$ 69,100	\$ 60,670
Sales of services	38,709	43,669	38,856
Other income (Note 17)	1,006	1,586	3,019
GECS earnings from continuing operations	—	—	—
GECS revenues from services (Note 18)	52,000	68,160	69,943
Total revenues	156,783	182,515	172,488
COSTS AND EXPENSES (Note 19)			
Cost of goods sold	50,580	54,602	47,309
Cost of services sold	25,341	29,170	25,816
Interest and other financial charges	18,769	26,209	23,762
Investment contracts, insurance losses and insurance annuity benefits	3,017	3,213	3,469
Provision for losses on financing receivables (Note 6)	10,928	7,518	4,431
Other costs and expenses	37,804	42,021	40,173
Total costs and expenses	146,439	162,733	144,960
EARNINGS (LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES	10,344	19,782	27,528
Benefit (provision) for income taxes (Note 14)	1,090	(1,052)	(4,155)
EARNINGS FROM CONTINUING OPERATIONS	11,434	18,730	23,373
Loss from discontinued operations, net of taxes (Note 2)	(193)	(679)	(249)
NET EARNINGS	11,241	18,051	23,124
Less net earnings attributable to noncontrolling interests	216	641	916
NET EARNINGS ATTRIBUTABLE TO THE COMPANY	11,025	17,410	22,208
Preferred stock dividends declared	(300)	(75)	—
NET EARNINGS ATTRIBUTABLE TO GE COMMON SHAREOWNERS	\$ 10,725	\$ 17,335	\$ 22,208
AMOUNTS ATTRIBUTABLE TO THE COMPANY			
Earnings from continuing operations	\$ 11,218	\$ 18,089	\$ 22,457
Loss from discontinued operations, net of taxes	(193)	(679)	(249)
NET EARNINGS ATTRIBUTABLE TO THE COMPANY	\$ 11,025	\$ 17,410	\$ 22,208
PER-SHARE AMOUNTS (Note 20)			
Earnings from continuing operations			
Diluted earnings per share	\$ 1.03	\$ 1.78	\$ 2.20
Basic earnings per share	1.03	1.79	2.21
Net earnings			
Diluted earnings per share	1.01	1.72	2.17
Basic earnings per share	1.01	1.72	2.18
DIVIDENDS DECLARED PER COMMON SHARE	\$ 0.61	\$ 1.24	\$ 1.15

See Note 3 for other-than-temporary impairment amounts.

Consolidated Statement of Changes in Shareowners' Equity

(In millions)	2009	2008	2007
CHANGES IN SHAREOWNERS' EQUITY (Note 15)			
GE shareowners' equity balance at January 1	\$104,665	\$115,559	\$111,509
Dividends and other transactions with shareowners	(5,049)	1,873	(23,102)
Other comprehensive income (loss)			
Investment securities — net	2,659	(3,218)	(1,484)
Currency translation adjustments — net	4,135	(11,007)	4,527
Cash flow hedges — net	1,598	(2,664)	(539)
Benefit plans — net	(1,804)	(13,288)	2,566
Total other comprehensive income (loss)	6,588	(30,177)	5,070
Increases from net earnings attributable to the Company	11,025	17,410	22,208
Comprehensive income (loss)	17,613	(12,767)	27,278
Cumulative effect of changes in accounting principles ^(a)	62	—	(126)
Balance at December 31	117,291	104,665	115,559
Noncontrolling interests ^(b)	7,845	8,947	8,004
Total equity balance at December 31	\$125,136	\$113,612	\$123,563

On January 1, 2009, we adopted an amendment to ASC 810, *Consolidation*, that requires certain changes to the presentation of our financial statements. This amendment requires us to classify noncontrolling interests (previously referred to as "minority interest") as part of shareowners' equity.

(a) We adopted amendments to ASC 320, *Investments — Debt and Equity Securities*, and recorded a cumulative effect adjustment to increase retained earnings as of April 1, 2009. See Note 15.

(b) See Note 15 for an explanation of the change in noncontrolling interests for 2009.

See accompanying notes.

GE ^(a)			GECS		
2009	2008	2007	2009	2008	2007
\$ 64,211	\$ 67,637	\$ 60,374	\$ 970	\$ 1,773	\$ 718
39,246	44,377	39,422	—	—	—
1,179	1,965	3,371	—	—	—
1,590	7,774	12,417	—	—	—
—	—	—	53,193	69,514	71,218
106,226	121,753	115,584	54,163	71,287	71,936
49,886	53,395	47,103	808	1,517	628
25,878	29,878	26,382	—	—	—
1,478	2,153	1,993	17,942	25,116	22,706
—	—	—	3,193	3,421	3,647
—	—	—	10,928	7,518	4,431
14,842	14,401	14,148	23,500	28,085	26,537
92,084	99,827	89,626	56,371	65,657	57,949
14,142	21,926	25,958	(2,208)	5,630	13,987
(2,739)	(3,427)	(2,794)	3,829	2,375	(1,361)
11,403	18,499	23,164	1,621	8,005	12,626
(193)	(679)	(249)	(175)	(719)	(2,116)
11,210	17,820	22,915	1,446	7,286	10,510
185	410	707	31	231	209
11,025	17,410	22,208	1,415	7,055	10,301
(300)	(75)	—	—	—	—
\$ 10,725	\$ 17,335	\$ 22,208	\$ 1,415	\$ 7,055	\$ 10,301
\$ 11,218	\$ 18,089	\$ 22,457	\$ 1,590	\$ 7,774	\$ 12,417
(193)	(679)	(249)	(175)	(719)	(2,116)
\$ 11,025	\$ 17,410	\$ 22,208	\$ 1,415	\$ 7,055	\$ 10,301

(a) Represents the adding together of all affiliated companies except General Electric Capital Services, Inc. (GECS or financial services), which is presented on a one-line basis.

In the consolidating data on this page, "GE" means the basis of consolidation as described in Note 1 to the consolidated financial statements; "GECS" means General Electric Capital Services, Inc. and all of its affiliates and associated companies. Separate information is shown for "GE" and "GECS." Transactions between GE and GECS have been eliminated from the "General Electric Company and consolidated affiliates" columns on the prior page.

Statement of Financial Position

At December 31 (In millions, except share amounts)	General Electric Company and consolidated affiliates	
	2009	2008
ASSETS		
Cash and equivalents	\$ 72,260	\$ 48,187
Investment securities (Note 3)	51,941	41,446
Current receivables (Note 4)	16,458	21,411
Inventories (Note 5)	11,987	13,674
Financing receivables— net (Note 6)	329,232	365,168
Other GECS receivables	14,177	13,439
Property, plant and equipment— net (Note 7)	69,212	78,530
Investment in GECS	—	—
Goodwill (Note 8)	65,574	81,759
Other intangible assets— net (Note 8)	11,929	14,977
All other assets (Note 9)	103,417	106,899
Assets of businesses held for sale (Note 2)	34,111	10,556
Assets of discontinued operations (Note 2)	1,520	1,723
Total assets	\$781,818	\$797,769
LIABILITIES AND EQUITY		
Short-term borrowings (Note 10)	\$133,054	\$164,061
Accounts payable, principally trade accounts	19,703	20,819
Progress collections and price adjustments accrued	12,192	12,536
Dividends payable	1,141	3,340
Other GE current liabilities	13,386	18,220
Bank deposits (Note 10)	38,923	36,854
Long-term borrowings (Note 10)	338,215	322,847
Investment contracts, insurance liabilities and insurance annuity benefits (Note 11)	31,641	34,032
All other liabilities (Note 13)	58,861	64,796
Deferred income taxes (Note 14)	2,173	4,584
Liabilities of businesses held for sale (Note 2)	6,092	636
Liabilities of discontinued operations (Note 2)	1,301	1,432
Total liabilities	656,682	684,157
Preferred stock (30,000 shares outstanding at both year-end 2009 and 2008)	—	—
Common stock (10,663,075,000 and 10,536,897,000 shares outstanding at year-end 2009 and 2008, respectively)	702	702
Accumulated other comprehensive income— net ^(a)		
Investment securities	(435)	(3,094)
Currency translation adjustments	3,836	(299)
Cash flow hedges	(1,734)	(3,332)
Benefit plans	(16,932)	(15,128)
Other capital	37,729	40,390
Retained earnings	126,363	122,123
Less common stock held in treasury	(32,238)	(36,697)
Total GE shareowners' equity	117,291	104,665
Noncontrolling interests ^(b)	7,845	8,947
Total equity (Notes 15 and 16)	125,136	113,612
Total liabilities and equity	\$781,818	\$797,769

(a) The sum of accumulated other comprehensive income— net was \$(15,265) million and \$(21,853) million at December 31, 2009 and 2008, respectively.

(b) Included accumulated other comprehensive income— net attributable to noncontrolling interests of \$(188) million and \$(194) million at December 31, 2009 and 2008, respectively.

See accompanying notes.

GE ^(a)		GECS	
2009	2008	2009	2008
\$ 8,654	\$ 12,090	\$ 64,356	\$ 37,486
30	213	51,913	41,236
9,818	15,064	—	—
11,916	13,597	71	77
—	—	336,926	372,456
—	—	18,752	18,636
12,495	14,433	56,717	64,097
70,833	53,279	—	—
36,613	56,394	28,961	25,365
8,450	11,364	3,479	3,613
17,097	22,435	87,471	85,721
33,986	—	125	10,556
50	64	1,470	1,659
\$209,942	\$198,933	\$650,241	\$660,902
\$ 504	\$ 2,375	\$133,939	\$163,899
10,373	11,699	13,275	13,882
12,957	13,058	—	—
1,141	3,340	—	—
13,386	18,284	—	—
—	—	38,923	36,854
11,681	9,827	327,472	313,848
—	—	32,009	34,369
35,232	32,767	23,756	32,090
(4,620)	(3,949)	6,793	8,533
6,037	—	55	636
163	189	1,138	1,243
86,854	87,590	577,360	605,354
—	—	—	—
702	702	1	1
(435)	(3,094)	(436)	(3,097)
3,836	(299)	1,372	(1,258)
(1,734)	(3,332)	(1,769)	(3,134)
(16,932)	(15,128)	(434)	(367)
37,729	40,390	27,591	18,079
126,363	122,123	44,508	43,055
(32,238)	(36,697)	—	—
117,291	104,665	70,833	53,279
5,797	6,678	2,048	2,269
123,088	111,343	72,881	55,548
\$209,942	\$198,933	\$650,241	\$660,902

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Statement of Cash Flows

For the years ended December 31 (In millions)	General Electric Company and consolidated affiliates		
	2009	2008	2007
CASH FLOWS—OPERATING ACTIVITIES			
Net earnings	\$ 11,241	\$ 18,051	\$ 23,124
Less net earnings attributable to noncontrolling interests	216	641	916
Net earnings attributable to the Company	11,025	17,410	22,208
Loss from discontinued operations	193	679	249
Adjustments to reconcile net earnings attributable to the Company to cash provided from operating activities			
Depreciation and amortization of property, plant and equipment	10,636	11,492	10,275
Earnings from continuing operations retained by GECS	—	—	—
Deferred income taxes	(2,705)	(1,284)	657
Decrease (increase) in GE current receivables	3,273	(24)	(868)
Decrease (increase) in inventories	1,101	(719)	(1,562)
Increase (decrease) in accounts payable	(480)	(1,078)	(997)
Increase (decrease) in GE progress collections	(500)	2,827	4,622
Provision for losses on GECS financing receivables	10,928	7,518	4,431
All other operating activities (Note 25)	(8,747)	11,020	927
Cash from (used for) operating activities—continuing operations	24,724	47,841	39,942
Cash from (used for) operating activities—discontinued operations	(131)	760	3,380
CASH FROM (USED FOR) OPERATING ACTIVITIES	24,593	48,601	43,322
CASH FLOWS—INVESTING ACTIVITIES			
Additions to property, plant and equipment	(8,634)	(16,010)	(17,803)
Dispositions of property, plant and equipment	6,479	10,975	8,457
Net decrease (increase) in GECS financing receivables	43,690	(17,484)	(44,237)
Proceeds from sales of discontinued operations	—	5,423	11,574
Proceeds from principal business dispositions	9,978	4,986	2,746
Payments for principal businesses purchased	(6,130)	(28,110)	(17,215)
Capital contribution from GE to GECS	—	—	—
All other investing activities	(2,520)	5,695	(9,910)
Cash from (used for) investing activities—continuing operations	42,863	(34,525)	(66,388)
Cash from (used for) investing activities—discontinued operations	134	(876)	(3,116)
CASH FROM (USED FOR) INVESTING ACTIVITIES	42,997	(35,401)	(69,504)
CASH FLOWS—FINANCING ACTIVITIES			
Net increase (decrease) in borrowings (maturities of 90 days or less)	(25,741)	(48,454)	308
Net increase (decrease) in bank deposits	(3,986)	20,623	2,144
Newly issued debt (maturities longer than 90 days)	82,959	116,569	100,528
Repayments and other reductions (maturities longer than 90 days)	(85,178)	(69,050)	(49,874)
Proceeds from issuance of preferred stock and warrants	—	2,965	—
Proceeds from issuance of common stock	—	12,006	—
Net dispositions (purchases) of GE shares for treasury	623	(1,249)	(12,319)
Dividends paid to shareowners	(8,986)	(12,408)	(11,492)
Capital contribution from GE to GECS	—	—	—
All other financing activities	(3,204)	(1,862)	(1,204)
Cash from (used for) financing activities—continuing operations	(43,513)	19,140	28,091
Cash from (used for) financing activities—discontinued operations	—	(4)	(154)
CASH FROM (USED FOR) FINANCING ACTIVITIES	(43,513)	19,136	27,937
INCREASE (DECREASE) IN CASH AND EQUIVALENTS	24,077	32,336	1,755
Cash and equivalents at beginning of year	48,367	16,031	14,276
Cash and equivalents at end of year	72,444	48,367	16,031
Less cash and equivalents of discontinued operations at end of year	184	180	300
Cash and equivalents of continuing operations at end of year	\$ 72,260	\$ 48,187	\$ 15,731
SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION			
Cash paid during the year for interest	\$ (19,601)	\$ (25,853)	\$ (23,340)
Cash recovered (paid) during the year for income taxes	(2,535)	(3,237)	(2,912)

See accompanying notes.

GE (a)			GECS		
2009	2008	2007	2009	2008	2007
\$ 11,210	\$ 17,820	\$ 22,915	\$ 1,446	\$ 7,286	\$ 10,510
185	410	707	31	231	209
11,025	17,410	22,208	1,415	7,055	10,301
193	679	249	175	719	2,116
2,311	2,162	2,149	8,325	9,330	8,126
(1,590)	(5,423)	(5,126)	—	—	—
(460)	(417)	564	(2,245)	(867)	93
3,056	(168)	14	—	—	—
1,188	(524)	(1,496)	(6)	(14)	2
(918)	233	(1,073)	(379)	(1,045)	485
(257)	2,896	4,620	—	—	—
—	—	—	10,928	7,518	4,431
2,033	2,238	1,192	(10,654)	8,508	(539)
16,581	19,086	23,301	7,559	31,204	25,015
2	(5)	(857)	(133)	765	4,039
16,583	19,081	22,444	7,426	31,969	29,054
(2,429)	(2,996)	(2,968)	(6,443)	(13,321)	(15,217)
—	—	—	6,479	10,975	8,457
—	—	—	43,952	(17,375)	(44,164)
—	203	10,826	—	5,220	117
890	58	1,047	9,088	4,928	1,699
(428)	(3,149)	(9,645)	(5,702)	(24,961)	(7,570)
(9,500)	(5,500)	—	—	—	—
(198)	324	(1,697)	(1,686)	5,979	(8,730)
(11,665)	(11,060)	(2,437)	45,688	(28,555)	(65,408)
(2)	5	1,003	136	(881)	(3,921)
(11,667)	(11,055)	(1,434)	45,824	(29,436)	(69,329)
317	(2,152)	(3,284)	(26,882)	(45,515)	1,642
—	—	—	(3,986)	20,623	2,144
1,883	136	8,751	81,186	116,117	91,678
(1,675)	(1,936)	(298)	(83,503)	(67,114)	(49,576)
—	2,965	—	—	—	—
—	12,006	—	—	—	—
623	(1,249)	(12,319)	—	—	—
(8,986)	(12,408)	(11,492)	—	(2,351)	(7,291)
—	—	—	9,500	5,500	—
(514)	—	—	(2,691)	(1,862)	(1,204)
(8,352)	(2,638)	(18,642)	(26,376)	25,398	37,393
—	—	(146)	—	(4)	(8)
(8,352)	(2,638)	(18,788)	(26,376)	25,394	37,385
(3,436)	5,388	2,222	26,874	27,927	(2,890)
12,090	6,702	4,480	37,666	9,739	12,629
8,654	12,090	6,702	64,540	37,666	9,739
—	—	—	184	180	300
\$ 8,654	\$ 12,090	\$ 6,702	\$ 64,356	\$ 37,486	\$ 9,439
\$ (768)	\$ (1,190)	\$ (1,466)	\$ (18,833)	\$ (24,663)	\$ (21,874)
(3,078)	(2,627)	(4,036)	543	(610)	1,124

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