

Statement of Earnings

	General Electric Company and consolidated affiliates		
	2008	2007	2006
For the years ended December 31 (In millions; per-share amounts in dollars)			
REVENUES			
Sales of goods	\$ 69,100	\$ 60,670	\$ 55,181
Sales of services	43,669	38,856	36,329
Other income (Note 3)	1,586	3,019	2,154
GECS earnings from continuing operations	—	—	—
GECS revenues from services (Note 4)	68,160	69,943	57,904
Total revenues	182,515	172,488	151,568
COSTS AND EXPENSES (Note 5)			
Cost of goods sold	54,602	47,309	43,279
Cost of services sold	29,170	25,816	23,494
Interest and other financial charges	26,209	23,762	18,879
Investment contracts, insurance losses and insurance annuity benefits	3,213	3,469	3,213
Provision for losses on financing receivables (Note 13)	7,518	4,431	3,062
Other costs and expenses	42,021	40,173	35,491
Minority interest in net earnings of consolidated affiliates	641	916	862
Total costs and expenses	163,374	145,876	128,280
EARNINGS FROM CONTINUING OPERATIONS BEFORE INCOME TAXES	19,141	26,612	23,288
Provision for income taxes (Note 7)	(1,052)	(4,155)	(3,944)
EARNINGS FROM CONTINUING OPERATIONS	18,089	22,457	19,344
Earnings (loss) from discontinued operations, net of taxes (Note 2)	(679)	(249)	1,398
NET EARNINGS	17,410	22,208	20,742
Preferred stock dividends declared	(75)	—	—
NET EARNINGS ATTRIBUTABLE TO COMMON SHAREOWNERS	\$ 17,335	\$ 22,208	\$ 20,742
Per-share amounts (Note 8)			
Earnings from continuing operations			
Diluted earnings per share	\$ 1.78	\$ 2.20	\$ 1.86
Basic earnings per share	1.79	2.21	1.87
Net earnings			
Diluted earnings per share	1.72	2.17	2.00
Basic earnings per share	1.72	2.18	2.00
DIVIDENDS DECLARED PER COMMON SHARE	\$ 1.24	\$ 1.15	\$ 1.03

Consolidated Statement of Changes in Shareowners' Equity

(In millions)	2008	2007	2006
CHANGES IN SHAREOWNERS' EQUITY (Note 23)			
Balance at January 1	\$115,559	\$111,509	\$108,633
Dividends and other transactions with shareowners	1,873	(23,102)	(17,983)
Other comprehensive income			
Investment securities—net	(3,218)	(1,484)	(223)
Currency translation adjustments—net	(11,007)	4,527	3,649
Cash flow hedges—net	(2,664)	(539)	223
Benefit plans—net	(13,288)	2,566	287
Total other comprehensive income	(30,177)	5,070	3,936
Increases attributable to net earnings	17,410	22,208	20,742
Comprehensive income	(12,767)	27,278	24,678
Cumulative effect of changes in accounting principles	—	(126)	(3,819)
Balance at December 31	\$104,665	\$115,559	\$111,509

See accompanying notes.

GE			GECS		
2008	2007	2006	2008	2007	2006
\$ 67,637	\$ 60,374	\$ 53,221	\$ 1,773	\$ 718	\$ 2,384
44,377	39,422	36,698	—	—	—
1,965	3,371	2,307	—	—	—
7,774	12,417	10,219	—	—	—
—	—	—	69,514	71,218	58,967
121,753	115,584	102,445	71,287	71,936	61,351
53,395	47,103	41,501	1,517	628	2,204
29,878	26,382	23,863	—	—	—
2,153	1,993	1,668	25,116	22,706	17,840
—	—	—	3,421	3,647	3,419
—	—	—	7,518	4,431	3,062
14,401	14,148	12,893	28,085	26,537	22,977
410	707	624	231	209	238
100,237	90,333	80,549	65,888	58,158	49,740
21,516	25,251	21,896	5,399	13,778	11,611
(3,427)	(2,794)	(2,552)	2,375	(1,361)	(1,392)
18,089	22,457	19,344	7,774	12,417	10,219
(679)	(249)	1,398	(719)	(2,116)	439
17,410	22,208	20,742	7,055	10,301	10,658
(75)	—	—	—	—	—
\$ 17,335	\$ 22,208	\$ 20,742	\$ 7,055	\$10,301	\$10,658

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 "Financial Services (GECS)." Transactions between GE and GECS have been eliminated from the "General Electric Company and consolidated affiliates" columns on the prior page.