

GENERAL ELECTRIC COMPANY
Condensed Statement of Earnings

Second quarter ended June 30	Consolidated		
	2003	2002	V%
Revenues			
Sales of goods and services	\$18,118	\$20,261	
Earnings of GECS before accounting changes	-	-	
GECS revenues from services	15,107	12,985	
Other income	148	86	
Total revenues	33,373	33,332	0%
Costs and expenses			
Cost of sales, operating and administrative expenses	20,374	20,718	
Interest and other financial charges	2,683	2,443	
Insurance losses and policyholder and annuity benefits	4,256	3,689	
Provision for losses on financing receivables	978	785	
Minority interest in net earnings of consolidated affiliates	72	90	
Total costs and expenses	28,363	27,725	2%
Earnings before income taxes and accounting change	5,010	5,607	
Provision for income taxes	(1,216)	(1,181)	
Earnings before accounting change	\$3,794	\$4,426	(14)%
Cumulative effect of accounting change	-	-	
Net earnings	\$3,794	\$4,426	(14)%
Per-share amounts before accounting change			
Diluted earnings per share	\$0.38	\$0.44	(14)%
Basic earnings per share	\$0.38	\$0.45	(16)%
Per-share amounts after accounting change			
Diluted earnings per share	\$0.38	\$0.44	(14)%
Basic earnings per share	\$0.38	\$0.45	(16)%
Dividends declared per share	\$0.19	\$0.18	

Second quarter ended June 30	GE		
	2003	2002	V%
Revenues			
Sales of goods and services	\$17,640	\$19,459	
Earnings of GECS before accounting changes	1,602	1,327	
GECS revenues from services	-	-	
Other income	147	103	
Total revenues	19,389	20,889	(7)%
Costs and expenses			
Cost of sales, operating and administrative expenses	14,414	15,341	
Interest and other financial charges	215	75	
Insurance losses and policyholder and annuity benefits	-	-	
Provision for losses on financing receivables	-	-	

Minority interest in net earnings of consolidated affiliates	47	50	
Total costs and expenses	14,676	15,466	(5)%
Earnings before income taxes and accounting changes	4,713	5,423	
Provision for income taxes	(919)	(997)	
Earnings before accounting changes	\$3,794	\$4,426	(14)%
Cumulative effect of accounting changes	-	-	
Net earnings	\$3,794	\$4,426	(14)%

Financial Services (GECS)			
Second quarter ended June 30	2003	2002	V%
Revenues			
Sales of goods and services	\$568	\$899	
Earnings of GECS before accounting changes	-	-	
GECS revenues from services	15,319	13,071	
Other income	-	-	
Total revenues	15,887	13,970	14%
Costs and expenses			
Cost of sales, operating and administrative expenses	6,196	5,516	
Interest and other financial charges	2,533	2,429	
Insurance losses and policyholder and annuity benefits	4,256	3,689	
Provision for losses on financing receivables	978	785	
Minority interest in net earnings of consolidated affiliates	25	40	
Total costs and expenses	13,988	12,459	12%
Earnings before income taxes and accounting change	1,899	1,511	
Provision for income taxes	(297)	(184)	
Earnings before accounting change	\$1,602	\$1,327	21%
Cumulative effect of accounting change	-	-	
Net earnings	\$1,602	\$1,327	21%

Dollar amounts in millions; per-share amounts in dollars; unaudited. Supplemental consolidating data are shown for "GE" and "Financial Services (GECS)." Transactions between GE and Financial Services (GECS) have been eliminated from the "consolidated" columns. See note 1 to the consolidated financial statements in the 2002 Annual Report to Share Owners for further information about consolidation matters.

GENERAL ELECTRIC COMPANY
Condensed Statement of Earnings

Consolidated			
Six months ended June 30	2003	2002	V%
Revenues			
Sales of goods and services	\$34,285	\$37,749	
Earnings of GECS before accounting changes	-	-	
GECS revenues from services	29,341	26,088	

Other income	203	141	
Total revenues	63,829	63,978	0%
Costs and expenses			
Cost of sales, operating and administrative expenses	39,170	39,696	
Interest and other financial charges	5,279	4,817	
Insurance losses and policyholder and annuity benefits	8,241	7,238	
Provision for losses on financing receivables	1,738	1,447	
Minority interest in net earnings of consolidated affiliates	142	166	
Total costs and expenses	54,570	53,364	2%
Earnings before income taxes and accounting change	9,259	10,614	
Provision for income taxes	(2,251)	(2,670)	
Earnings before accounting change	\$7,008	\$7,944	(12)%
Cumulative effect of accounting change	(215)	(1,015)	
Net earnings	\$6,793	\$6,929	(2)%
Per-share amounts before accounting change			
Diluted earnings per share	\$0.70	\$0.79	(11)%
Basic earnings per share	\$0.70	\$0.80	(13)%
Per-share amounts after accounting change			
Diluted earnings per share	\$0.68	\$0.69	(1)%
Basic earnings per share	\$0.68	\$0.70	(3)%
Dividends declared per share	\$0.38	\$0.36	

GE			
Six months ended June 30	2003	2002	V%
Revenues			
Sales of goods and services	\$33,398	\$36,207	
Earnings of GECS before accounting changes	3,272	2,984	
GECS revenues from services	-	-	
Other income	223	189	
Total revenues	36,893	39,380	(6)%
Costs and expenses			
Cost of sales, operating and administrative expenses	27,749	29,041	
Interest and other financial charges	423	232	
Insurance losses and policyholder and annuity benefits	-	-	
Provision for losses on financing receivables	-	-	
Minority interest in net earnings of consolidated affiliates	79	92	
Total costs and expenses	28,251	29,365	(4)%
Earnings before income taxes and accounting change	8,642	10,015	
Provision for income taxes	(1,634)	(2,071)	
Earnings before accounting change	\$7,008	\$7,944	(12)%
Cumulative effect of accounting change	(215)	(1,015)	

Net earnings	\$6,793	\$6,929	(2)%
Financial Services (GECS)			
Six months ended June 30	2003	2002	V%
Revenues			
Sales of goods and services	\$1,055	\$1,715	
Earnings of GECS before accounting changes	-	-	
GECS revenues from services	29,699	26,279	
Other income	-	-	
Total revenues	30,754	27,994	10%
Costs and expenses			
Cost of sales, operating and administrative expenses	11,827	10,935	
Interest and other financial charges	4,996	4,717	
Insurance losses and policyholder and annuity benefits	8,241	7,238	
Provision for losses on financing receivables	1,738	1,447	
Minority interest in net earnings of consolidated affiliates	63	74	
Total costs and expenses	26,865	24,411	10%
Earnings before income taxes and accounting changes	3,889	3,583	
Provision for income taxes	(617)	(599)	
Earnings before accounting changes	\$3,272	\$2,984	10%
Cumulative effect of accounting changes	-	(1,015)	
Net earnings	\$3,272	\$1,969	66%

Dollar amounts in millions; per-share amounts in dollars; unaudited. Supplemental consolidating data are shown for "GE" and "Financial Services (GECS)." Transactions between GE and Financial Services (GECS) have been eliminated from the "consolidated" columns. See note 1 to the consolidated financial statements in the 2002 Annual Report to Share Owners for further information about consolidation matters.

Summary of Operating Segments

General Electric Company and Consolidated Affiliates

(Dollars in millions)	SECOND QUARTER			FIRST HALF		
	2003	2002	V%	2003	2002	V%
Revenues						
Aircraft Engines	\$2,728	\$2,764	(1)	\$5,111	\$5,341	(4)
Commercial Finance	4,737	4,404	8	9,074	8,420	8
Consumer Finance	3,046	2,463	24	5,805	4,835	20
Consumer Products	2,140	2,152	(1)	3,978	4,120	(3)
Equipment Management	1,153	1,168	(1)	2,271	2,324	(2)
Industrial Products and Systems	2,158	1,899	14	4,045	3,528	15
Insurance	6,792	5,263	29	13,160	11,031	19
Medical Systems	2,402	2,212	9	4,542	4,075	11
NBC	1,955	1,987	(2)	3,426	3,985	(14)
Plastics	1,301	1,420	(8)	2,563	2,599	(1)
Power Systems	4,494	6,526	(31)	8,728	11,797	(26)
Specialty Materials	778	608	28	1,455	1,009	44
Transportation Systems	597	594	1	1,117	1,076	4
All Other GECS	159	672	(76)	444	1,384	(68)

Corporate items and eliminations	(1067)	(800)	(33)	(1890)	(1546)	(22)
Consolidated revenues	<u>\$33,373</u>	<u>\$33,332</u>	-	<u>\$63,829</u>	<u>\$63,978</u>	-
Segment profit (a)						
Aircraft Engines	\$560	\$566	(1)	\$1,034	\$987	5
Commercial Finance	805	735	10	1,631	1,455	12
Consumer Finance	514	466	10	1,060	964	10
Consumer Products	164	148	11	277	259	7
Equipment Management	26	67	(61)	83	142	(42)
Industrial Products and Systems	177	157	13	316	280	13
Insurance	508	95	F	1,020	611	67
Medical Systems	440	401	10	746	667	12
NBC	688	545	26	1,031	858	20
Plastics	80	275	(71)	171	482	(65)
Power Systems	1,034	1,910	(46)	1,930	3,462	(44)
Specialty Materials	105	94	12	164	141	16
Transportation Systems	114	124	(8)	183	177	3
All Other GECS	(251)	(36)	U	(522)	(188)	U
Total segment profit	<u>4,964</u>	<u>5,547</u>	(11)	<u>9,124</u>	<u>10,297</u>	(11)
GE corporate items and eliminations	(36)	(49)	27	(59)	(50)	(18)
GE interest and other financial charges	(215)	(75)	U	(423)	(232)	(82)
GE provision for income taxes	(919)	(997)	8	(1,634)	(2,071)	21
Earnings before accounting changes	<u>3,794</u>	<u>4,426</u>	(14)	<u>7,008</u>	<u>7,944</u>	(12)
Cumulative effect of accounting changes	-	-		(215)	(1,015)	
Consolidated net earnings	<u>\$3,794</u>	<u>\$4,426</u>	(14)	<u>\$6,793</u>	<u>\$6,929</u>	(2)

(a) Segment profit excludes the effects of pension and other retiree benefit plans, accounting changes and certain restructuring and other charges. Segment profit includes or excludes interest and other financial charges and segment income taxes according to how segment management is measure - excluded in determining operating profit for Aircraft Engines, Consumer Products, Industrial Products and Systems, Medical Systems, NBC, Plastics, Power Systems, Specialty Materials and Transportation Systems, but included in determining net earnings for Commercial Finance, Consumer Finance, Equipment Management, Insurance and All Other GECS.

Please note: "F" indicates "Favorable" and "U" indicates "Unfavorable"