

Consolidated Statements of Income

(Millions of US Dollars, except share data)

	2002	2003	Year ended December 31, 2004
Sales	7,080	9,567	22,197
Costs and expenses:			
Cost of sales (exclusive of depreciation shown separately below)	5,752	7,568	14,694
Depreciation	266	331	553
Selling, general and administrative	298	369	804
Other operating expenses (note 16)	62	–	–
	6,378	8,268	16,051
Operating income	702	1,299	6,146
Other income (expense) - net	32	70	128
Income from equity method investments	111	162	66
Financing costs:			
Interest expense-net of capitalised interest of \$5 in 2002, \$8 in 2003 and \$3 in 2004	(232)	(200)	(265)
Interest income	10	25	78
Net gain (loss) from foreign exchange transactions	15	44	(20)
	(207)	(131)	(207)
Income before taxes, minority interest and cumulative effect of change in accounting principle	638	1,400	6,133
Income tax expense (benefit): (note 15)			
Current	64	43	731
Deferred	(32)	141	86
	32	184	817
Income before minority interest and cumulative effect of change in accounting principle	606	1,216	5,316
Minority interest	(11)	(35)	(615)
Income from continuing operations	595	1,181	4,701
Cumulative effect of change in accounting principle	–	1	–
Net income	595	1,182	4,701
Basic and diluted earnings per common share before cumulative effect of change in accounting principle	0.92	1.83	7.31
Basic and diluted earnings per common share	0.92	1.83	7.31
Weighted average common share outstanding (in millions)	648	647	643

See notes to the Consolidated Financial Statements