

## Power Program Financial and Statistical Highlights (unaudited)

### Financial Highlights (in millions)

	Three Months Ended March 31		Six Months Ended March 31	
	2005	2004	2005	2004
Operating revenues	\$1,839	\$1,879	\$ 3,673	\$ 3,656
Operating expenses	(1,562)	(1,449)	(2,997)	(2,831)
Operating income	277	430	676	825
Other income, net	6	8	11	15
Unrealized gain on derivative contracts, net	8	6	12	5
Net interest expense	(315)	(326)	(633)	(659)
<b>Net (loss) income</b>	<b><u>\$ (24)</u></b>	<b><u>\$ 118</u></b>	<b><u>\$ 66</u></b>	<b><u>\$ 186</u></b>

### Sales of Electricity (in millions of kWh)

	Three Months Ended March 31		Six Months Ended March 31	
	2005	2004	2005	2004
Municipalities and cooperatives	32,651	33,205	64,136	63,992
Industries directly served	8,373	7,969	16,615	15,656
Federal agencies and other utilities	661	716	2,466	1,698
<b>Total sales of electricity</b>	<b><u>41,685</u></b>	<b><u>41,890</u></b>	<b><u>83,217</u></b>	<b><u>81,346</u></b>

This highlights table includes limited financial and operational data about TVA. The information in this document should be read in conjunction with TVA's Quarterly Report for the quarter ending March 31, 2005, and its Fiscal Year 2004 Information Statement dated November 24, 2004, as may be amended from time to time. This information is available on TVA's Web site at [www.tva.com/finance](http://www.tva.com/finance) and is incorporated herein by reference.