

## 5.0 FINANCIAL ANALYSIS OF APC

## 5.1 Income Statement and Profitability Analysis

Table 1

## Summary of APC's Consolidated Income Statements (\$ in millions)

Source: APC Form 10-K and 10-Q Filings with the SEC

Description	Source: APC Form 10-K and 10-Q Filings with the SEC					
	2009	2010	2011	2012	2013	6-mos Ending 6/30/14
Sales Volume (MMBOE)	220	235	248	268	285	151
Growth %		6.8%	5.5%	8.1%	6.3%	
<b>Revenues:</b>						
Business Segment Revenues	\$ 8,210	\$ 10,842	\$ 13,882	\$ 13,307	\$ 14,867	\$ 8,723
Gains on divestitures, net	133	142	85	104	(286)	1,560
Other	657	-	-	-	-	-
	<b>9,000</b>	<b>10,984</b>	<b>13,967</b>	<b>13,411</b>	<b>14,581</b>	<b>10,283</b>
Segment Revenue Growth		32.1%	28.0%	(4.1%)	11.7%	

**Costs and Expenses:**

Depreciation, depletion and amortization	3,532	3,714	3,830	3,964	3,927	2,172
Other taxes	746	1,068	1,492	1,224	1,077	675
Impairments	115	216	1,774	389	794	120
Algeria exceptional profits tax settlement	-	-	-	(1,797)	33	-
Other Expense (Income)	-	-	-	-	-	-
<b>Deepwater Horizon costs</b>	-	15	3,930	18	15	93
<b>Total Expenses</b>	<b>8,623</b>	<b>9,215</b>	<b>15,837</b>	<b>9,684</b>	<b>11,248</b>	<b>6,099</b>
<b>Operating Income</b>	<b>377</b>	<b>1,769</b>	<b>(1,870)</b>	<b>3,727</b>	<b>3,333</b>	<b>4,184</b>
<b>Operating Cash Flow</b>	<b>\$ 3,891</b>	<b>\$ 5,557</b>	<b>\$ 3,649</b>	<b>\$ 7,976</b>	<b>\$ 8,340</b>	<b>\$ 4,916</b>
Operating Cash Flow % of Revenue	43.2%	50.6%	26.1%	59.5%	57.2%	47.9%
<b>Net Income (loss)</b>	<b>\$ (103)</b>	<b>\$ 821</b>	<b>\$ (2,568)</b>	<b>\$ 2,445</b>	<b>\$ 941</b>	<b>\$ (2,360)</b>
Net Income (loss) % of Revenue	(1.1%)	7.5%	(18.4%)	18.2%	6.5%	(23.0%)