

	ABC & LLCs 2005	PQR 2005	JKL 2005	MNO 2005	DEF 2005	GHI 2005	VWX 2005	Total Pre-Elimination 2005	Eliminations 2005	Consolidated 2005
SALES	\$ 512,977	\$ 993	\$ 2,298	\$ 932	\$ 1,647	\$ 60		\$ 518,907	\$ (5,928)	\$ 512,979
COST OF SALES	349,192							349,192		349,192
Gross profit	163,785	993	2,298	932	1,647	60	-	169,715		163,787
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	95,354	22	360	92	1,656	302	5	97,791	(4,936)	92,855
OPERATING INCOME	68,431	971	1,938	840	(9)	(242)	(5)	71,924	(992)	70,932
OTHER										
Other income (expense)	86							86		86
Interest income	104							104		104
Interest expense	(4,177)		(470)	(36)				(4,683)		(4,683)
	(3,987)	-	(470)	(36)	-	-	-	(4,493)	-	(4,493)
INCOME BEFORE CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING PRINCIPLE	64,444	971	1,468	804	(9)	(242)	(5)	67,431	(992)	66,439
CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING PRINCIPLE	-	-	-	-	-	-	-	-	5,887	5,887
INCOME BEFORE ALLOCATION OF EARNINGS TO NON-CONTROLLING INTEREST	64,444	971	1,468	804	(9)	(242)	(5)	67,431	4,895	72,326
ALLOCATION OF EARNINGS TO NON-CONTROLLING INTEREST	-	-	-	-	-	-	-	-	(7,882)	(7,882)
NET INCOME	\$ 64,444	\$ 971	\$ 1,468	\$ 804	\$ (9)	\$ (242)	\$ (5)	\$ 67,431	\$ (2,987)	\$ 64,444

Reconciliation of Consolidated NI to ABC NI

Consolidated income before allocation to NCI	\$ 72,326
Cumulative effect attributable to FIN 46R adoption	(5,887)
Less NI of:	
PQR	(971)
JKL	(1,468)
MNO	(804)
DEF	9
GHI	242
VWX	5
PQR's equity method earnings in JKL	992
	<u>\$ 64,444</u>

Note: These materials are provided to facilitate understanding of the issues to be addressed at PCFRC meetings. These materials are presented for discussion purposes only; they are not intended to reflect the views of the FASB, AICPA, or their staffs. Official positions of the FASB are determined only after extensive due process and deliberations.