

Total financial statements

Second quarter and first half 2005 consolidated accounts, IFRS



CONSOLIDATED STATEMENT OF INCOME

Total

(unaudited)

2 nd quarter 2005	2 nd quarter 2004	Amounts in millions of euros (1)	1 st half 2005	1 st half 2004
33,073	29,129	Sales	64,812	56,104
(5,246)	(5,444)	Excise taxes	(10,297)	(10,634)
27,827	23,685	Revenues from sales	54,515	45,470
(14,909)	(13,129)	Purchases, net of inventory variation	(29,786)	(25,168)
(5,701)	(4,931)	Other operating expenses	(10,136)	(9,663)
(92)	(109)	Unsuccessful exploration costs	(164)	(182)
(1,308)	(1,270)	Depreciation, depletion, and amortization of tangible assets	(2,499)	(2,502)
		Operating income		
(100)	(87)	Corporate	(165)	(202)
5,917	4,333	Business segments *	12,095	8,157
5,817	4,246	Total operating income	11,930	7,955
38	72	Other income	42	146
(7)	(298)	Other expense	(179)	(395)
(297)	(211)	Financial charge on debt	(551)	(364)
217	181	Financial income on cash and cash equivalents and equity securities	401	286
(80)	(30)	Cost of net debt	(150)	(78)
116	125	Other financial income	204	189
(57)	(58)	Other financial expense	(123)	(104)
(2,988)	(2,054)	Income taxes	(5,887)	(3,851)
321	342	Equity in income (loss) of affiliates	616	634
3,160	2,345	Consolidated net income	6,453	4,496
3,079	2,284	Group share **	6,287	4,374
81	61	Minority interests and dividends on subsidiaries' redeemable preferred shares	166	122
5.21	3.75	Earnings per share (euros) ***	10.59	7.15
5,537	4,033	* Adjusted operating income from business segments	10,993	7,609
2,886	2,169	Adjusted net operating income from business segments	5,763	4,135
2,906	2,185	** Adjusted net income	5,825	4,131
4.92	3.59	*** Adjusted earnings per share (euros)	9.81	6.75

(1) Except for earnings per share

CONSOLIDATED BALANCE SHEET

Total

	Amounts in millions of euros			
	June 30, 2005 (unaudited)	March 31, 2005 (unaudited)	December 31, 2004	June 30, 2004 (unaudited)
ASSETS				
NON-CURRENT ASSETS				
Intangible assets, net	3,319	3,274	3,176	3,622
Property, plant, and equipment, net	38,290	36,184	34,906	35,744
Equity affiliates : investments and loans	11,927	11,298	10,680	8,209
Other investments	1,212	1,156	1,198	1,313
Other non-current assets	2,056	2,033	2,351	2,398
Total non-current assets	56,804	53,945	52,311	51,286
CURRENT ASSETS				
Inventories, net	11,499	10,459	9,264	8,347
Accounts receivable, net	17,250	16,593	14,025	14,214
Prepaid expenses and other current assets	5,542	5,258	5,314	4,681
Cash and cash equivalents	13,577	12,548	3,860	11,326
Total current assets	47,868	44,858	32,463	38,568
TOTAL ASSETS	104,672	98,803	84,774	89,854
LIABILITIES & SHAREHOLDERS' EQUITY				
EQUITY				
Common shares	6,359	6,358	6,350	6,538
Paid-in surplus and retained earnings	36,397	35,023	31,717	29,431
Cumulative translation adjustment	920	(481)	(1,429)	610
Treasury shares	(7,067)	(5,848)	(5,030)	(6,486)
SHAREHOLDERS' EQUITY - GROUP SHARE	36,609	35,052	31,608	30,093
Minority interest and subsidiaries' redeemable preferred shares	708	846	810	1,062
TOTAL EQUITY	37,317	35,898	32,418	31,155
LONG-TERM LIABILITIES				
Deferred income taxes	7,485	6,700	6,402	6,094
Employee benefits	3,609	3,592	3,607	3,848
Other liabilities	6,626	6,497	6,274	6,196
Total long-term liabilities	17,720	16,789	16,283	16,138
LONG-TERM DEBT	11,485	10,795	9,773	10,782
CURRENT LIABILITIES				
Accounts payable	12,721	13,080	11,672	11,185
Other creditors and accrued liabilities	12,507	12,529	11,148	10,057
Short-term borrowings and bank overdrafts	12,922	9,712	3,480	10,537
Total current liabilities	38,150	35,321	26,300	31,779
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	104,672	98,803	84,774	89,854

CONSOLIDATED STATEMENT OF CASH FLOW

Total

(unaudited)

2 nd quarter 2005	2 nd quarter 2004	Amounts in millions of euros	1 st half 2005	1 st half 2004
CASH FLOW FROM OPERATING ACTIVITIES				
3,160	2,345	Consolidated net income	6,453	4,496
1,357	1,334	Depreciation, depletion, and amortization	2,600	2,610
315	150	Long-term liabilities, valuation allowances, and deferred taxes	864	227
-	-	Impact of coverage of pension benefit plans	-	-
92	109	Unsuccessful exploration costs	164	182
(38)	(72)	(Gains)/Losses on sales of assets	(42)	(146)
19	41	Equity in income of affiliates (in excess of)/less than dividends received	(176)	(204)
32	41	Other changes, net	43	111
4,937	3,948	Cash flow from operating activities before changes in working capital	9,906	7,276
(2,240)	(1,292)	(Increase)/Decrease in operating assets and liabilities	(3,172)	(511)
2,697	2,656	CASH FLOW FROM OPERATING ACTIVITIES (1)	6,734	6,765
CASH FLOW USED IN INVESTING ACTIVITIES				
(1,983)	(1,613)	Intangible assets and property, plant, and equipment additions	(3,496)	(2,908)
(68)	(85)	Exploration expenditures charged to expenses	(139)	(158)
-	(9)	Acquisitions of subsidiaries, net of cash acquired	-	(9)
(57)	(58)	Investments in equity affiliates and other securities	(72)	(89)
(147)	(206)	Increase in long-term loans	(332)	(444)
(2,255)	(1,971)	Investments	(4,039)	(3,608)
180	69	Proceeds from sale of intangible assets and property, plant, and equipment	194	143
-	-	Proceeds from sale of subsidiaries, net of cash sold	11	1
38	15	Proceeds from sale of non-current investments	43	41
159	87	Repayment of long-term loans	342	168
377	171	Total divestitures	590	353
(1,878)	(1,800)	CASH FLOW USED IN INVESTING ACTIVITIES	(3,449)	(3,255)
CASH FLOW FROM FINANCING ACTIVITIES				
Issuance and repayment of shares:				
-	371	Parent company's shareholders	-	371
(1,211)	(1,275)	Purchase of treasury shares	(2,019)	(1,908)
9	43	Minority shareholders	71	82
(118)	-	Subsidiaries' redeemable preferred shares	(156)	-
Cash dividends paid:				
(1,764)	(2,853)	- Parent company's shareholders	(1,765)	(2,853)
(124)	(137)	- Minority shareholders	(152)	(141)
349	15	Net issuance/(repayment) of long-term debt	1,038	1,240
2,240	(1,792)	Increase/(Decrease) in short-term borrowings and bank overdrafts	8,192	5,869
-	(2)	Other changes, net	(1)	(3)
(619)	(5,630)	CASH FLOW FROM FINANCING ACTIVITIES	5,208	2,657
200	(4,774)	Net increase/decrease in cash and cash equivalents	8,493	6,167
829	(90)	Effect of exchange rates and changes in reporting entity on cash and cash equivalents	1,224	299
12,548	16,190	Cash and cash equivalents at the beginning of the period	3,860	4,860
13,577	11,326	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	13,577	11,326

(1) Including payments relating to the Toulouse AZF plant explosion, offset by a long-term liability write-back of 41 millions of euros for the second quarter 2005, 51 millions of euros for the first half 2005.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Total

(unaudited)

(Amounts in millions of euros)	Common shares issued		Paid-in surplus and retained earnings	Cumulative translation adjustment	Treasury shares		Shareholders' equity	Subsidiaries' redeemable preferred shares	Minority interest	Total equity
	Number	Amount			Number	Amount				
As of January 1, 2004 (French GAAP)	649,118,236	6,491	30,408	(3,268)	(26,256,899)	(3,225)	30,406	396	664	31,466
IFRS adjustments	-	-	(3,048)	3,268	(10,855,206)	(1,388)	(1,168)	-	19	(1,149)
As of January 1, 2004 (IFRS)	649,118,236	6,491	27,360	-	(37,112,105)	(4,613)	29,238	396	683	30,317
Cash dividend	-	-	(2,853)	-	-	-	(2,853)	-	(143)	(2,996)
Net income for the first half	-	-	4,374	-	-	-	4,374	3	119	4,496
Issuance of shares	4,651,571	47	410	-	-	-	457	-	-	457
Purchase of treasury shares	-	-	-	-	(12,400,000)	(1,908)	(1,908)	-	-	(1,908)
Cancellation of repurchased shares	-	-	-	-	-	-	-	-	-	-
Sale of treasury shares (1)	-	-	8	-	416,497	35	43	-	-	43
Translation adjustments	-	-	-	610	-	-	610	12	22	644
Other (2)	-	-	132	-	-	-	132	-	(30)	102
As of June 30, 2004	653,769,807	6,538	29,431	610	(49,095,608)	(6,486)	30,093	411	651	31,155
Cash dividend	-	-	(1,440)	-	-	-	(1,440)	-	(64)	(1,504)
Net income for the second half	-	-	6,494	-	-	-	6,494	3	155	6,652
Issuance of shares	1,119,233	11	68	-	-	-	79	-	-	79
Purchase of treasury shares	-	-	-	-	(10,150,000)	(1,646)	(1,646)	-	-	(1,646)
Cancellation of repurchased shares	(19,873,932)	(199)	(2,877)	-	19,873,932	3,076	-	-	-	-
Sale of treasury shares (1)	-	-	6	-	299,189	26	32	-	-	32
Translation adjustments	-	-	-	(2,039)	-	-	(2,039)	(26)	(41)	(2,106)
Repayment of subsidiaries' redeemable preferred shares	-	-	-	-	-	-	-	(241)	-	(241)
Other (2)	-	-	35	-	-	-	35	-	(38)	(3)
As of December 2004 (IFRS)	635,015,108	6,350	31,717	(1,429)	(39,072,487)	(5,030)	31,608	147	663	32,418
Cash dividend	-	-	(1,765)	-	-	-	(1,765)	-	(152)	(1,917)
Net income for the first half	-	-	6,287	-	-	-	6,287	1	165	6,453
Issuance of shares	926,095	9	63	-	-	-	72	-	-	72
Purchase of treasury shares	-	-	-	-	(11,720,000)	(2,101)	(2,101)	-	-	(2,101)
Cancellation of repurchased shares	-	-	-	-	-	-	-	-	-	-
Sale of treasury shares (1)	-	-	12	-	676,707	64	76	-	-	76
Repayment of subsidiaries' redeemable preferred shares	-	-	-	-	-	-	-	(156)	-	(156)
Translation adjustments	-	-	-	2,349	-	-	2,349	8	48	2,405
Other (2)	-	-	83	-	-	-	83	-	(16)	67
As of June 30, 2005	635,941,203	6,359	36,397	920	(50,115,780)	(7,067)	36,609	-	708	37,317

(1) Treasury shares related to the stock option purchase plans

(2) Mainly due to the charge related to stock options

BUSINESS SEGMENT INFORMATION

Total

(unaudited)

Amounts in millions of euros

2 nd quarter 2005	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	4,210	23,119	5,736	8		33,073
Intersegment sales	4,167	935	294	20	(5,416)	-
Excise taxes	-	(5,246)	-	-	-	(5,246)
Revenues from sales	8,377	18,808	6,030	28	(5,416)	27,827
Operating expenses	(3,326)	(17,093)	(5,578)	(121)	5,416	(20,702)
Depreciation, depletion, and amortization of tangible assets	(839)	(268)	(194)	(7)		(1,308)
Operating income	4,212	1,447	258	(100)		5,817
Equity in income (loss) of affiliates and other items	176	112	(7)	130		411
Tax on net operating income	(2,501)	(471)	(73)	30		(3,015)
Net operating income	1,887	1,088	178	60		3,213
Net cost of net debt						(53)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(81)
Net income						3,079

2 nd quarter 2005 (adjustments) (*)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales						
Intersegment sales						
Excise taxes						
Revenues from sales						
Operating expenses	-	503	(112)	-		391
Depreciation, depletion, and amortization of tangible assets	-	-	(11)	-		(11)
Operating income (1)	-	503	(123)	-		380
Equity in income (loss) of affiliates and other items (2)	-	17	(9)	(90)		(82)
Tax on net operating income	-	(165)	44	-		(121)
Net operating income (1)	-	355	(88)	(90)		177
Net cost of net debt						-
Minority interests and dividends on subsidiaries' redeemable preferred shares						(4)
Net income						173

(*) Adjustments include special items, inventory valuation effect and equity share of amortization of intangible assets related to the Sanofi-Aventis merger

(1) Of which inventory valuation effect

On operating income	-	503	(112)	-		
On net operating income	-	355	(73)	-		

(2) Of which equity share of amortization of intangible assets related to the Sanofi-Aventis merger

2 nd quarter 2005 (adjusted)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	4,210	23,119	5,736	8		33,073
Intersegment sales	4,167	935	294	20	(5,416)	-
Excise taxes	-	(5,246)	-	-	-	(5,246)
Revenues from sales	8,377	18,808	6,030	28	(5,416)	27,827
Operating expenses	(3,326)	(17,596)	(5,466)	(121)	5,416	(21,093)
Depreciation, depletion, and amortization of tangible assets	(839)	(268)	(183)	(7)		(1,297)
Operating income	4,212	944	381	(100)		5,437
Equity in income (loss) of affiliates and other items	176	95	2	220		493
Tax on net operating income	(2,501)	(306)	(117)	30		(2,894)
Net operating income	1,887	733	266	150		3,036
Net cost of net debt						(53)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(77)
Net income						2,906

2 nd quarter 2005	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Total expenditures	1,638	359	245	13	-	2,255
Divestitures at selling price	262	58	8	49	-	377
Cash flow from operating activities (3)	2,731	(70)	205	(169)	-	2,697

(3) In the Chemicals segment, this figure amounts to 246 millions of euros excluding an amount of 41 millions of euros paid relating to the Toulouse AZF plant explosion.

BUSINESS SEGMENT INFORMATION

Total

(unaudited)

Amounts in millions of euros

2 nd quarter 2004	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	3,604	20,620	4,896	9		29,129
Intersegment sales	3,370	617	149	12	(4,148)	-
Excise taxes		(5,444)				(5,444)
Revenues from sales	6,974	15,793	5,045	21	(4,148)	23,685
Operating expenses	(3,007)	(14,569)	(4,642)	(99)	4,148	(18,169)
Depreciation, depletion, and amortization of tangible assets	(803)	(250)	(208)	(9)		(1,270)
Operating income	3,164	974	195	(87)		4,246
Equity in income (loss) of affiliates and other items	147	59	(170)	147		183
Tax on net operating income	(1,795)	(305)	(2)	40		(2,062)
Net operating income	1,516	728	23	100		2,367
Net cost of net debt						(22)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(61)
Net income						2,284

2 nd quarter 2004 (adjustments) (*)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales						
Intersegment sales						
Excise taxes						
Revenues from sales						
Operating expenses	-	253	47	-		300
Depreciation, depletion, and amortization of tangible assets	-	-	-	-		-
Operating income (1)	-	253	47	-		300
Equity in income (loss) of affiliates and other items (2)	-	15	(176)	-		(161)
Tax on net operating income	-	(84)	43	-		(41)
Net operating income (1)	-	184	(86)	-		98
Net cost of net debt						-
Minority interests and dividends on subsidiaries' redeemable preferred shares						1
Net income						99

(*) Adjustments include special items, inventory valuation effect and equity share of amortization of intangible assets related to the Sanofi-Aventis merger

(1) Of which inventory valuation effect

On operating income	-	253	47	-		
On net operating income	-	184	31	-		

(2) Of which equity share of amortization of intangible assets related to the Sanofi-Aventis merger

2 nd quarter 2004 (adjusted)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	3,604	20,620	4,896	9		29,129
Intersegment sales	3,370	617	149	12	(4,148)	-
Excise taxes		(5,444)				(5,444)
Revenues from sales	6,974	15,793	5,045	21	(4,148)	23,685
Operating expenses	(3,007)	(14,822)	(4,689)	(99)	4,148	(18,469)
Depreciation, depletion, and amortization of tangible assets	(803)	(250)	(208)	(9)		(1,270)
Operating income	3,164	721	148	(87)		3,946
Equity in income (loss) of affiliates and other items	147	44	6	147		344
Tax on net operating income	(1,795)	(221)	(45)	40		(2,021)
Net operating income	1,516	544	109	100		2,269
Net cost of net debt						(22)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(62)
Net income						2,185

2 nd quarter 2004	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Total expenditures	1,334	335	262	40		1,971
Divestitures at selling price	102	39	30	-		171
Cash flow from operating activities (3)	2,647	433	34	(458)		2,656

(3) In the Chemicals segment, this figure amounts to 126 millions of euros excluding an amount of 92 millions of euros paid relating to the Toulouse AZF plant explosion.

BUSINESS SEGMENT INFORMATION

Total

(unaudited)

Amounts in millions of euros

1 st half 2005	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	9,015	44,535	11,254	8		64,812
Intersegment sales	8,393	1,964	646	78	(11,081)	-
Excise taxes		(10,297)				(10,297)
Revenues from sales	17,408	36,202	11,900	86	(11,081)	54,515
Operating expenses	(7,592)	(32,693)	(10,647)	(235)	11,081	(40,086)
Depreciation, depletion, and amortization of tangible assets	(1,594)	(519)	(370)	(16)		(2,499)
Operating income	8,222	2,990	883	(165)	-	11,930
Equity in income (loss) of affiliates and other items	253	227	(113)	193		560
Tax on net operating income	(4,780)	(1,001)	(237)	81		(5,937)
Net operating income	3,695	2,216	533	109		6,553
Net cost of net debt						(100)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(166)
Net income						6,287

1 st half 2005 (adjustments) (*)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales						
Intersegment sales						
Excise taxes						
Revenues from sales						
Operating expenses	-	1,155	(42)	-		1,113
Depreciation, depletion, and amortization of tangible assets	-	-	(11)	-		(11)
Operating income (1)	-	1,155	(53)	-		1,102
Equity in income (loss) of affiliates and other items (2)	-	30	(134)	(214)		(318)
Tax on net operating income	-	(380)	63	-		(317)
Net operating income (1)	-	805	(124)	(214)		467
Net cost of net debt						-
Minority interests and dividends on subsidiaries' redeemable preferred shares						(5)
Net income						462

(*) Adjustments include special items, inventory valuation effect and equity share of amortization of intangible assets related to the Sanofi-Aventis merger

(1) Of which inventory valuation effect

On operating income	-	1,155	(42)	-		
On net operating income	-	805	(26)	-		

(2) Of which equity share of amortization of intangible assets related to the Sanofi-Aventis merger

1 st half 2005 (adjusted)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	9,015	44,535	11,254	8		64,812
Intersegment sales	8,393	1,964	646	78	(11,081)	-
Excise taxes		(10,297)				(10,297)
Revenues from sales	17,408	36,202	11,900	86	(11,081)	54,515
Operating expenses	(7,592)	(33,848)	(10,605)	(235)	11,081	(41,199)
Depreciation, depletion, and amortization of tangible assets	(1,594)	(519)	(359)	(16)		(2,488)
Operating income	8,222	1,835	936	(165)		10,828
Equity in income (loss) of affiliates and other items	253	197	21	407		878
Tax on net operating income	(4,780)	(621)	(300)	81		(5,620)
Net operating income	3,695	1,411	657	323		6,086
Net cost of net debt						(100)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(161)
Net income						5,825

1 st half 2005	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Total expenditures	3,001	576	403	59		4,039
Divestitures at selling price	390	103	30	67		590
Cash flow from operating activities (3)	4,919	1,619	287	(91)		6,734

(3) In the Chemicals segment, this figure amounts to 338 millions of euros excluding an amount of 51 millions of euros paid relating to the Toulouse AZF plant explosion.

BUSINESS SEGMENT INFORMATION

Total

(unaudited)

Amounts in millions of euros

1 st half 2004	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	7,243	39,272	9,569	20		56,104
Intersegment sales	6,432	1,196	291	53	(7,972)	-
Excise taxes		(10,634)				(10,634)
Revenues from sales	13,675	29,834	9,860	73	(7,972)	45,470
Operating expenses	(6,114)	(27,626)	(8,987)	(258)	7,972	(35,013)
Depreciation, depletion, and amortization of tangible assets	(1,574)	(498)	(413)	(17)		(2,502)
Operating income	5,987	1,710	460	(202)		7,955
Equity in income (loss) of affiliates and other items	265	96	(188)	297		470
Tax on net operating income	(3,337)	(533)	(80)	79		(3,871)
Net operating income	2,915	1,273	192	174		4,554
Net cost of net debt						(58)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(122)
Net income						4,374

1 st half 2004 (adjustments) (*)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales						
Intersegment sales						
Excise taxes						
Revenues from sales						
Operating expenses	-	436	112	-		548
Depreciation, depletion, and amortization of tangible assets	-	-	-	-		-
Operating income (1)	-	436	112	-		548
Equity in income (loss) of affiliates and other items (2)	-	12	(201)	-		(189)
Tax on net operating income	-	(144)	30	-		(114)
Net operating income (1)	-	304	(59)	-		245
Net cost of net debt						-
Minority interests and dividends on subsidiaries' redeemable preferred shares						(2)
Net income						243

(*) Adjustments include special items, inventory valuation effect and equity share of amortization of intangible assets related to the Sanofi-Aventis merger

(1) Of which inventory valuation effect

On operating income	-	436	112	-		
On net operating income	-	304	75	-		

(2) Of which equity share of amortization of intangible assets related to the Sanofi-Aventis merger

1 st half 2004 (adjusted)	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Non-Group sales	7,243	39,272	9,569	20		56,104
Intersegment sales	6,432	1,196	291	53	(7,972)	-
Excise taxes		(10,634)				(10,634)
Revenues from sales	13,675	29,834	9,860	73	(7,972)	45,470
Operating expenses	(6,114)	(28,062)	(9,099)	(258)	7,972	(35,561)
Depreciation, depletion, and amortization of tangible assets	(1,574)	(498)	(413)	(17)		(2,502)
Operating income	5,987	1,274	348	(202)		7,407
Equity in income (loss) of affiliates and other items	265	84	13	297		659
Tax on net operating income	(3,337)	(389)	(110)	79		(3,757)
Net operating income	2,915	969	251	174		4,309
Net cost of net debt						(58)
Minority interests and dividends on subsidiaries' redeemable preferred shares						(120)
Net income						4,131

1 st half 2004	Upstream	Downstream	Chemicals	Corporate	Intercompany	Total
Total expenditures	2,548	575	434	51		3,608
Divestitures at selling price	201	82	49	21		353
Cash flow from operating activities (3)	4,979	2,157	(38)	(333)		6,765

(3) In the Chemicals segment, this figure amounts to 184 millions of euros excluding an amount of 222 millions of euros paid relating to the Toulouse AZF plant explosion.

CONSOLIDATED STATEMENT OF INCOME (Impact of adjustments)

Total

(unaudited)

Amounts in millions of euros	1 st half 2005			1 st half 2004
	Adjusted	Adjustments	Consolidated statement of income	Adjusted
Sales	64,812	-	64,812	56,104
Excise taxes	(10,297)	-	(10,297)	(10,634)
Revenues from sales	54,515	-	54,515	45,470
Purchases, net of inventory variation	(30,899)	1,113	(29,786)	(25,716)
Other operating expenses	(10,136)	-	(10,136)	(9,663)
Unsuccessful exploration costs	(164)	-	(164)	(182)
Depreciation, depletion, and amortization of tangible assets	(2,488)	(11)	(2,499)	(2,502)
Operating income				
Corporate	(165)	-	(165)	(202)
Business segments	10,993	1,102	12,095	7,609
Total operating income	10,828	1,102	11,930	7,407
Other income	42	-	42	146
Other expense	(42)	(137)	(179)	(193)
Financial charge on debt	(551)	-	(551)	(364)
Financial income on cash and cash equivalents and equity securities	401	-	401	286
Cost of net debt	(150)	-	(150)	(78)
Other financial income	204	-	204	189
Other financial expense	(123)	-	(123)	(104)
Income taxes	(5,570)	(317)	(5,887)	(3,737)
Equity in income (loss) of affiliates	797	(181)	616	621
Consolidated net income	5,986	467	6,453	4,251
Group share	5,825	462	6,287	4,131
Minority interests and dividends on subsidiaries' redeemable preferred shares	161	5	166	120

Amounts in millions of euros	2 nd quarter 2005			2 nd quarter 2004
	Adjusted	Adjustments	Consolidated statement of income	Adjusted
Sales	33,073	-	33,073	29,129
Excise taxes	(5,246)	-	(5,246)	(5,444)
Revenues from sales	27,827	-	27,827	23,685
Purchases, net of inventory variation	(15,300)	391	(14,909)	(13,429)
Other operating expenses	(5,701)	-	(5,701)	(4,931)
Unsuccessful exploration costs	(92)	-	(92)	(109)
Depreciation, depletion, and amortization of tangible assets	(1,297)	(11)	(1,308)	(1,270)
Operating income				
Corporate	(100)	-	(100)	(87)
Business segments	5,537	380	5,917	4,033
Total operating income	5,437	380	5,817	3,946
Other income	38	-	38	72
Other expense	5	(12)	(7)	(122)
Financial charge on debt	(297)	-	(297)	(211)
Financial income on cash and cash equivalents and equity securities	217	-	217	181
Cost of net debt	(80)	-	(80)	(30)
Other financial income	116	-	116	125
Other financial expense	(57)	-	(57)	(58)
Income taxes	(2,867)	(121)	(2,988)	(2,013)
Equity in income (loss) of affiliates	391	(70)	321	327
Consolidated net income	2,983	177	3,160	2,247
Group share	2,906	173	3,079	2,185
Minority interests and dividends on subsidiaries' redeemable preferred shares	77	4	81	62