

## REPSOL YPF SUMMARISED INCOME STATEMENT

**(Million euros)**  
(Unaudited figures)

|  | <b>January - December</b> |              | <b>%<br/>Variation</b> |
|--|---------------------------|--------------|------------------------|
|  | <b>2003</b>               | <b>2004</b>  |                        |
| Operating revenues                       | 37,206                    | 41,689       | 12.0                   |
| Operating income                         | 3,860                     | 4,547        | 17.8                   |
| Financial results                        | (400)                     | (287)        | (28.2)                 |
| Income from unconsolidated affiliates    | 146                       | 87           | (40.4)                 |
| Goodwill amortization                    | (174)                     | (176)        | (1.1)                  |
| Extraordinary items                      | (154)                     | (682)        | 342.9                  |
| Income before taxes and minorities       | 3,278                     | 3,489        | 6.4                    |
| Taxes                                    | (1,048)                   | (1,309)      | (24.9)                 |
| Income after taxes and before minorities | 2,230                     | 2,180        | (2.2)                  |
| Minority interests                       | (210)                     | (230)        | (9.5)                  |
| <b>Net Income</b>                        | <b>2,020</b>              | <b>1,950</b> | <b>(3.5)</b>           |
| Adjusted net income (*)                  | 2,676                     | 2,864        | 7.0                    |
| <b>Net Cash-flow after taxes</b>         | <b>4,477</b>              | <b>5,367</b> | <b>19.9</b>            |

(\*) Adjusted net income: net income before extraordinary and non-recurring items, and goodwill amortization.

## BREAKDOWN OF REPSOL YPF OPERATING INCOME BY BUSINESS AREAS

**(Million euros)**  
(Unaudited figures)

|                          | <b>January - December</b> |              | <b>%<br/>Variation</b> |
|--------------------------|---------------------------|--------------|------------------------|
|                          | <b>2003</b>               | <b>2004</b>  |                        |
| Exploration & Production | 2,352                     | 2,638        | 12.2                   |
| Refining & Marketing     | 1,196                     | 1,629        | 36.2                   |
| Chemicals                | 155                       | 253          | 63.2                   |
| Gas & Power              | 212                       | 274          | 29.2                   |
| Corporate and others     | (55)                      | (247)        | (349.1)                |
| <b>TOTAL</b>             | <b>3,860</b>              | <b>4,547</b> | <b>17.8</b>            |

## OPERATING HIGHLIGHTS

|   | <b>January - December</b> |             | <b>Variation</b> |
|---|---------------------------|-------------|------------------|
|   | <b>2003</b>               | <b>2004</b> | <b>%</b>         |
| Oil and gas production<br>(Thousand boepd)                  | 1,132,5                   | 1,165.8     | 2.9              |
| Oil product sales<br>(Thousand tons)                        | 53,577                    | 54,968      | 2.6              |
| Petrochemical product sales<br>(Thousand tons)              | 4,038                     | 4,132       | 2.3              |
| Natural gas sales<br>Thousand million cubic metres<br>(Bcm) | 30.34                     | 32.85       | 8.3              |
| LPG sales<br>(Thousand tons)                                | 3,193                     | 3,217       | 0.8              |

## COMPARATIVE BALANCE SHEET

(Million euros)  
(Unaudited figures)

|   | <b>DECEMBER</b> | <b>DECEMBER</b> |
|---|-----------------|-----------------|
|   | <b>2003</b>     | <b>2004</b>     |
| Net fixed assets                                    | 25,531          | 26,345          |
| Long term financial assets                          | 498             | 472             |
| Temporary cash investments, on hand<br>and in banks | 5,278           | 4,054           |
| Other current assets                                | 6,726           | 8,072           |
| <b>TOTAL ASSETS</b>                                 | <b>38,033</b>   | <b>38,943</b>   |
| Shareholders equity                                 | 13,632          | 14,545          |
| Risk and expense provisions                         | 1,454           | 2,144           |
| Minority interests                                  | 4,054           | 4,036           |
| Non interest bearing liabilities                    | 2,254           | 2,808           |
| Long term debt                                      | 6,454           | 6,012           |
| Short term debt                                     | 4,369           | 3,434           |
| Other current liabilities                           | 5,816           | 5,964           |
| <b>TOTAL EQUITY AND LIABILITIES</b>                 | <b>38,033</b>   | <b>38,943</b>   |