

CONSOLIDATED BALANCE SHEET

Amerada Hess Corporation and Consolidated Subsidiaries

<i>Millions of dollars; thousands of shares</i>	<i>At December 31</i>	
	2003	2002
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 518	\$ 197
Accounts receivable		
Trade	1,717	1,785
Other	185	187
Inventories	579	492
Other current assets	187	95
Total current assets	3,186	2,756
INVESTMENTS AND ADVANCES		
HOVENSA L.L.C.	960	842
Other	135	780
Total investments and advances	1,095	1,622
PROPERTY, PLANT AND EQUIPMENT		
Exploration and production	14,614	14,699
Refining and marketing	1,486	1,450
Total—at cost	16,100	16,149
Less reserves for depreciation, depletion, amortization and lease impairment	8,122	9,117
Property, plant and equipment—net	7,978	7,032
NOTES RECEIVABLE	302	363
GOODWILL	977	977
DEFERRED INCOME TAXES AND OTHER ASSETS	445	512
TOTAL ASSETS	\$13,983	\$13,262

	<i>At December 31</i>	
	2003	2002
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable—trade	\$ 1,542	\$ 1,401
Accrued liabilities	855	830
Taxes payable	199	306
Notes payable	—	2
Current maturities of long-term debt	73	14
Total current liabilities	2,669	2,553
LONG-TERM DEBT	3,868	4,976
DEFERRED LIABILITIES AND CREDITS		
Deferred income taxes	1,144	1,044
Asset retirement obligations	462	—
Other	500	440
Total deferred liabilities and credits	2,106	1,484
STOCKHOLDERS' EQUITY		
Preferred stock, par value \$1.00, 20,000 shares authorized		
7% cumulative mandatory convertible series		
Authorized—13,500 shares		
Issued—13,500 shares in 2003 (\$675 liquidation preference)	14	—
3% cumulative convertible series		
Authorized—330 shares		
Issued—327 shares in 2003 and 2002 (\$16 liquidation preference)	—	—
Common stock, par value \$1.00		
Authorized—200,000 shares		
Issued—89,868 shares in 2003; 89,193 shares in 2002	90	89
Capital in excess of par value	1,603	932
Retained earnings	4,011	3,482
Accumulated other comprehensive income (loss)	(350)	(254)
Deferred compensation	(28)	—
Total stockholders' equity	5,340	4,249
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$13,983	\$13,262

The consolidated financial statements reflect the successful efforts method of accounting for oil and gas exploration and production activities. See accompanying notes to consolidated financial statements.