

## GENERAL MOTORS CORPORATION AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS  
(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2006	2005	2006	2005
	(dollars in millions except per share amounts)			
Total net sales and revenues	\$ 54,395	\$ 48,469	\$ 106,640	\$ 94,242
Cost of sales and other expenses	48,300	40,730	90,212	80,229
Selling, general, and administrative expenses	5,558	5,432	11,090	10,321
Loss on controlling interest in GMAC - held for sale	1,208	-	1,208	-
Interest expense	4,531	3,712	8,760	7,391
Total costs and expenses	59,597	49,874	111,270	97,941
Loss before income tax benefit, equity income and minority interests	(5,202)	(1,405)	(4,630)	(3,699)
Income tax benefit	(1,855)	(245)	(1,661)	(1,217)
Equity income (loss) and minority interests	168	173	235	242
Net loss	\$ (3,179)	\$ (987)	\$ (2,734)	\$ (2,240)
Basic loss per share attributable to common stock	\$ (5.62)	\$ (1.75)	\$ (4.83)	\$ (3.96)
Loss per share attributable to common stock, assuming dilution	\$ (5.62)	\$ (1.75)	\$ (4.83)	\$ (3.96)

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SUPPLEMENTAL INFORMATION TO THE  
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS  
(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2006	2005	2006	2005
	(dollars in millions)			
<b>AUTOMOTIVE AND OTHER OPERATIONS</b>				
Total net sales and revenues	\$ 44,913	\$ 40,178	\$ 88,303	\$ 77,481
Cost of sales and other expenses	46,851	38,720	86,365	75,866
Selling, general, and administrative expenses	3,284	3,320	6,684	6,157
Total costs and expenses	50,135	42,040	93,049	82,023
Interest expense	723	671	1,407	1,356
Net expense from transactions with Financing and Insurance Operations	157	100	303	187
Loss before income taxes, equity income, and minority interests	(6,102)	(2,633)	(6,456)	(6,085)
Income tax benefit	(2,342)	(665)	(2,447)	(2,063)
Equity income and minority interests	172	173	228	245
<b>Net loss – Automotive and Other Operations</b>	<b>\$ (3,588)</b>	<b>\$ (1,795)</b>	<b>\$ (3,781)</b>	<b>\$ (3,777)</b>
<b>FINANCING AND INSURANCE OPERATIONS</b>				
Total revenues	\$ 9,482	\$ 8,291	\$ 18,337	\$ 16,761
Interest expense	3,808	3,041	7,353	6,035
Depreciation and amortization expense	637	1,404	2,148	2,802
Operating and other expenses	2,148	1,921	4,435	4,010
Loss on controlling interest in GMAC - held for sale	1,208	-	1,208	-
Provisions for financing and insurance losses	938	797	1,670	1,715
Total costs and expenses	8,739	7,163	16,814	14,562
Net income from transactions with Automotive and Other Operations	(157)	(100)	(303)	(187)
Income before income taxes, equity income, and minority interests	900	1,228	1,826	2,386
Income tax expense	487	420	786	846
Equity income (loss) and minority interests	(4)	—	7	(3)
<b>Net income – Financing and Insurance Operations</b>	<b>\$ 409</b>	<b>\$ 808</b>	<b>\$ 1,047</b>	<b>\$ 1,537</b>

## GENERAL MOTORS CORPORATION AND SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEETS  
(Unaudited)

	June 30, 2006	December 31, 2005	June 30 2005
	(Dollars in millions)		
<b>ASSETS</b>			
Cash and cash equivalents	\$ 22,845	\$ 30,726	\$ 32,261
Marketable securities	<u>314</u>	<u>19,726</u>	<u>23,013</u>
Total cash and marketable securities	23,159	50,452	55,274
Finance receivables — net	4,284	180,793	178,137
Loans held for sale	-	21,865	26,903
Accounts and notes receivable (less allowances)	10,691	15,578	18,465
Inventories (less allowances)	14,449	14,354	13,350
Assets held for sale	274,294	19,030	-
Deferred income taxes	32,528	29,889	27,910
Net equipment on operating leases — (less accumulated depreciation)	23,425	38,187	36,076
Equity in net assets of nonconsolidated affiliates	1,901	3,291	4,156
Property — net	39,772	40,214	40,325
Intangible assets — net	1,662	4,339	4,947
Other assets	<u>44,541</u>	<u>58,086</u>	<u>60,458</u>
<b>Total assets</b>	<u>\$ 470,706</u>	<u>\$ 476,078</u>	<u>\$466,001</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>			
Accounts payable (principally trade)	\$ 27,697	\$ 29,913	\$ 28,694
Notes and loans payable	45,378	285,750	283,621
Liabilities related to assets held for sale	267,551	10,941	-
Postretirement benefits other than pensions	35,675	33,997	30,592
Pensions	15,793	11,304	9,712
Deferred income taxes	3,724	4,477	6,632
Accrued expenses and other liabilities	<u>61,967</u>	<u>84,060</u>	<u>82,002</u>
<b>Total liabilities</b>	457,785	460,442	441,253
Minority interests	1,081	1,039	902
<b>Stockholders' equity</b>			
\$1 2/3 par value common stock (outstanding, 565,607,779; 565,518,106; and 565,503,422 shares)	943	943	943
Capital surplus (principally additional paid-in capital)	15,306	15,285	15,255
Retained earnings	<u>(669)</u>	<u>2,361</u>	<u>11,252</u>
Subtotal	15,580	18,589	27,450
Accumulated foreign currency translation adjustments	(1,679)	(1,722)	(1,645)
Net unrealized gains on derivatives	1,149	733	331
Net unrealized gains on securities	633	786	687
Minimum pension liability adjustment	<u>(3,843)</u>	<u>(3,789)</u>	<u>(2,977)</u>
Accumulated other comprehensive loss	<u>(3,740)</u>	<u>(3,992)</u>	<u>(3,604)</u>
Total stockholders' equity	<u>11,840</u>	<u>14,597</u>	<u>23,846</u>
<b>Total liabilities and stockholders' equity</b>	<u>\$ 470,706</u>	<u>\$ 476,078</u>	<u>\$466,001</u>