

## Consolidated Statements of Operations

Year Ended December 31,	2004	2003	2002
(Dollars in thousands, except per share amounts)			
<b>Operating Revenues</b>			
Service	\$2,647,227	\$2,423,789	\$2,098,893
Equipment sales	190,392	158,994	98,693
Total Operating Revenues	2,837,619	2,582,783	2,197,586
<b>Operating Expenses</b>			
System operations (excluding Depreciation shown separately below)	563,069	576,159	492,750
Cost of equipment sold	486,952	355,150	242,523
Selling, general and administrative	1,122,700	1,004,655	829,993
Depreciation	450,032	374,769	311,993
Amortization and accretion	47,910	57,564	39,161
Loss on impairment of intangible assets	—	49,595	—
(Gain) loss on assets held for sale	(10,806)	45,908	—
Total Operating Expenses	2,659,857	2,463,800	1,916,420
<b>Operating Income</b>	177,762	118,983	281,166
<b>Investment and Other Income (Expense)</b>			
Investment income	68,481	52,063	42,068
Interest and dividend income	10,801	4,872	7,004
Gain (loss) on investments	24,436	(5,200)	(295,454)
Interest expense	(86,241)	(64,607)	(47,878)
Other income (expense), net	(2,607)	39	706
Total Investment and Other Income (Expense)	14,870	(12,833)	(293,554)
<b>Income (Loss) Before Income Taxes and Minority Interest</b>	192,632	106,150	(12,388)
Income tax expense (benefit)	73,708	37,232	(7,541)
<b>Income (Loss) Before Minority Interest</b>	118,924	68,918	(4,847)
Minority share of income	(9,903)	(11,912)	(13,538)
<b>Income (Loss) Before Cumulative Effect of Accounting Change</b>	109,021	57,006	(18,385)
Cumulative effect of accounting change, net of tax	—	(14,346)	(8,560)
<b>Net Income (Loss)</b>	\$ 109,021	\$ 42,660	\$ (26,945)
<b>Basic Weighted Average Shares Outstanding (000s)</b>	86,244	86,136	86,086
<b>Basic Earnings per Share</b>			
Income (Loss) Before Cumulative Effect of Accounting Change	\$ 1.26	\$ 0.67	\$ (0.22)
Cumulative Effect of Accounting Change	—	(0.17)	(0.09)
Net Income (Loss)	\$ 1.26	\$ 0.50	\$ (0.31)
<b>Diluted Weighted Average Shares Outstanding (000s)</b>	86,736	86,602	86,086
<b>Diluted Earnings per Share</b>			
Income (Loss) Before Cumulative Effect of Accounting Change	\$ 1.26	\$ 0.66	\$ (0.22)
Cumulative Effect of Accounting Change	—	(0.17)	(0.09)
Net Income (Loss)	\$ 1.26	\$ 0.49	\$ (0.31)

The accompanying notes to consolidated financial statements are an integral part of these statements.