NORTHROP GRUMMAN CORPORATION
SEGMENT OPERATING RESULTS - BEFORE & AFTER DISCONTINUED OPERATIONS RECLASSIFICATION
($ in millions)

	2003					2004	
	Three Months Ended				Total	Three Months Ended	
Net Sales	Mar 31	Jun 30	Sep 30	Dec 31	Year	Mar 31	Jun 30
As reported	5,866	6,627	6,619	7,094	26,206	7,105	7,374
Other (gross sales) (1)	44	46	46	55	191	59	61
Other (intercompany eliminations) (1)	1	(1)	(1)	-	(1)	-	-
Restated net sales	5,911	6,672	6,664	7,149	26,396	7,164	7,435

	2003					2004	
	Three Months Ended				Total	Three Months Ended	
	Mar 31	Jun 30	Sep 30	Dec 31	Year	Mar 31	Jun 30
Segment Operating Margin							
As reported	433	490	530	544	1,997	558	548
Other (1)	-	(7)	(36)	(31)	(74)	1	4
Restated segment operating margin	433	483	494	513	1,923	559	552
Income From Continuing Operations, Net of Tax							
As reported	174	207	224	203	808	228	289
Other, net of tax (1)	(2)	(4)	(24)	(20)	(50)	-	6
Miscellaneous (2)	-	-	-	-	-	4	3
Restated income from continuing operations, net of tax	172	203	200	183	758	232	298
Diluted Earnings Per Share (4)							
As reported (3)	0.46	0.55	0.61	0.55	2.16	0.62	0.79
Other, net of tax (1)	(0.01)	(0.02)	(0.07)	(0.05)	(0.13)	-	0.02
Miscellaneous (2)	-	-	-	-	-	0.02	0.01
Restated diluted earnings per share (4)	0.45	0.53	0.54	0.50	2.03	0.64	0.82

(1) Other contains the operating results of the three remaining businesses from the prior Component Technologies segment. These businesses were reclassified as continuing operations during the quarter and all other prior segment information has been reclassified to reflect these businesses as continuing operations.

(2) Medicare Part B Subsidy

(3) Certain prior periods have been restated to reflect the company's Board of Directors approved two-for-one stock split of the company's stock on May 11, 2004.

(4) From continuing operations