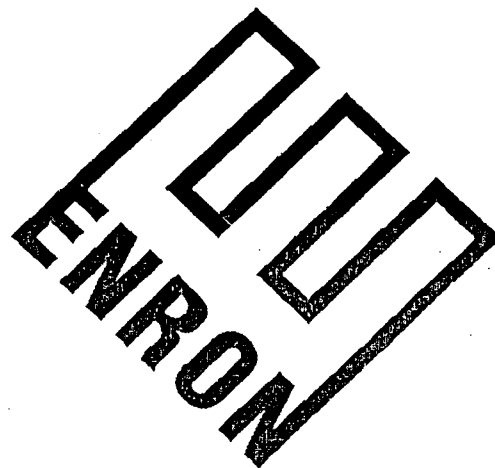


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**Enron Corp.
3rd Quarter 2001 Financial Review**



September 7, 2001

EC 001943273



ENRON
EARNINGS RELEASE - EXTERNAL FORM.
(Millions of Dollars, except as noted)

**Current Forecast and
Hard Look**

	Third Quarter 2001						3Q 2000
	Plan	Latest Forecast	Hard Look through 8/30	Over / (Under) Forecast	Transactions Identified	Overage / (Additional Required)	Actual
Transmission & Distribution							
Enron Transportation Services	\$ 81.7	\$ 81.7	\$ 83.0	\$ 1.3	\$ -	\$ 1.3	\$ 83.0
Portland General	-	(2.8)	(2.8)	-	-	-	73.9
Total Transmission & Distribution	81.7	78.9	80.2	1.3	-	1.3	156.9
Wholesale Energy Operations & Services							
Americas	185.8	185.8	51.8	(134.2)	138.2	2.0	349.9
Europe	80.2	93.9	(160.2)	(254.1)	254.1	-	51.5
CATS/Margaux	-	(13.7)	(13.7)	-	-	-	-
Global Markets	85.3	85.3	(102.9)	(168.2)	170.0	1.8	(11.6)
Industrial Markets	22.7	22.7	(14.7)	(37.4)	37.4	-	-
Net Works	56.4	(8.1)	(13.0)	(4.9)	-	(4.9)	7.0
EEOS	13.5	13.5	3.5	(10.0)	-	(10.0)	6.8
Enron Principal Investments	-	(71.8)	(105.4)	(33.6)	-	(33.6)	-
Other Wholesale	0.5	(16.5)	(17.9)	(1.4)	-	(1.4)	-
Subtotal	424.4	271.1	(372.7)	(643.8)	597.7	(48.1)	403.8
Global Finance	40.9	50.5	(22.3)	(78.8)	35.0	(43.8)	2.9
Global E&P	0.4	15.2	10.4	(4.8)	-	(4.8)	9.3
Prepays	(44.7)	(55.8)	(55.8)	-	-	-	(26.7)
Other	85.5	(31.5)	(31.5)	-	-	-	205.0
Total Wholesale Energy Ops. & Services	508.5	255.5	(471.9)	(727.4)	632.7	(94.7)	594.1
Global Assets	60.4	(7.8)	(7.8)	-	55.0	55.0	35.8
Enron Energy Services	87.8	61.0	(99.7)	(160.7)	160.7	-	27.0
Enron Broadband Services	(36.4)	(91.0)	(107.8)	(16.8)	-	(16.8)	(20.0)
Corporate and Other							
Azurix	(20.7)	(21.0)	(21.0)	-	-	-	(24.3)
Enron Renewable Energy Corp	0.2	5.9	9.8	3.9	-	3.9	3.3
Clean Fuels	(4.6)	(15.4)	(1.5)	13.9	-	13.9	(6.1)
Enron Investment Partners	(0.1)	1.6	1.6	-	-	-	-
Corporate & Other Expenses	(88.5)	(115.9)	(115.9)	-	-	-	(100.1)
Structured Transactions	4.5	4.0	4.0	-	-	-	-
Total Corporate & Other	(107.2)	(140.8)	(123.0)	17.8	-	17.8	(127.2)
Overview	26.0	645.0	-	(645.0)	-	(645.0)	-
INCOME BEFORE INT., M.I. & INC. TAXES	598.9	801.0	(729.8)	(1,530.8)	848.4	(682.4)	666.4
Interest Expense, Net	88.4	201.1	201.1	-	-	-	247.0
Dividends on Preferred Stock of Subsidiaries	17.8	20.4	20.4	-	-	-	19.7
Minority Interest	17.5	33.2	33.2	-	-	-	35.5
PRE-TAX INCOME	475.2	546.3	(884.5)	(1,530.8)	848.4	(682.4)	364.2
Income Tax Expense	114.0	131.1	(236.3)	(387.4)	203.6	(163.8)	72.5
NET INCOME - RECURRING	\$ 361.2	\$ 415.2	\$ (748.2)	\$ (1,163.4)	\$ 644.8	\$ (518.6)	\$ 291.7
Non-recurring loss	-	(643.9)	(643.9)	-	-	-	-
TOTAL NET INCOME	\$ 361.2	\$ (228.7)	\$ (1,392.1)	\$ (1,163.4)	\$ 644.8	\$ (518.6)	\$ 291.7
DILUTED EPS							
Recurring	\$ 0.41	\$ 0.45	\$ (0.82)	\$ (1.27)	\$ 0.70	\$ (0.57)	\$ 0.34
Non-recurring	-	(0.71)	(0.71)	-	-	-	-
TOTAL DILUTED EPS	\$ 0.41	\$ (0.26)	\$ (1.53)	\$ (1.27)	\$ 0.70	\$ (0.57)	\$ 0.34
Avg shares outstanding - Diluted	865.0	913.5	913.5	913.5	913.5	913.5	869.6
Effective Tax Rate - Recurring Earnings	24.0%	24.0%	24.0%	24.0%	24.0%	24.0%	19.9%

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