

# consolidated statements of income

Years ended December 31 (millions)	2004	2003
<b>Operating Revenues</b>	<b>\$ 7,581.2</b>	<i>(restated – Note 2(b))</i> \$ 7,146.0
<b>Operating Expenses</b>		
Operations	4,438.0	4,301.9
Restructuring and workforce reduction costs (Note 5)	52.6	28.3
Depreciation	1,307.8	1,272.9
Amortization of intangible assets	335.3	379.9
	<b>6,133.7</b>	5,983.0
<b>Operating Income</b>	<b>1,447.5</b>	1,163.0
Other expense, net	8.7	23.3
Financing costs (Note 6)	613.3	639.3
<b>Income Before Income Taxes and Non-Controlling Interest</b>	<b>825.5</b>	500.4
Income taxes (Note 7)	255.1	172.7
Non-controlling interest	4.6	3.3
<b>Net Income</b>	<b>565.8</b>	324.4
Preference and preferred share dividends	1.8	3.5
<b>Common Share and Non-Voting Share Income</b>	<b>\$ 564.0</b>	\$ 320.9
<b>Income Per Common Share and Non-Voting Share (\$)</b> (Note 8)		
– Basic	1.58	0.92
– Diluted	1.57	0.91
<b>Dividends Declared Per Common Share and Non-Voting Share (\$)</b>	<b>0.65</b>	0.60
<b>Total Weighted Average Common Shares and Non-Voting Shares Outstanding</b> (millions)		
– Basic	355.3	349.3
– Diluted	357.6	351.8
<i>The accompanying notes are an integral part of these consolidated financial statements.</i>		