

200708

THURSDAY



A31 22/02/2007 392
COMPANIES HOUSE

Capital Research Company
Balance Sheet
As of 30 June 2006
U.S. Dollars

	<u>As of 30/6/06</u>	<u>As of 30/6/05</u>
ASSETS		
Current Assets:		
Cash and Investment Securities Available for Sale	318,693,336	292,085,123
Intercompany Receivables	101,247,443	79,177,768
Receivables - Other	2,914,607	3,071,318
Prepaid Expenses	443,186	369,668
Total Current Assets	<u>423,298,572</u>	<u>374,703,876</u>
Property at Cost:		
Furniture and Fixtures	4,545,870	4,426,934
Land and Buildings	83,421,348	47,692,325
Leasehold Improvements	36,392,792	28,683,613
Personal Computers	938,521	952,412
Hardware and Software	1,370,219	1,045,416
Sub-Total Property at Cost	<u>126,668,750</u>	<u>82,800,701</u>
Accumulated Depreciation and Amortization	<u>(29,414,959)</u>	<u>(25,512,681)</u>
Total Property - Net	<u>97,253,792</u>	<u>57,288,020</u>
Other Assets:		
Income Taxes Prepaid	5,713,716	-
Deposits and Sundry Assets	4,447,990	3,389,081
Deferred Income Tax Benefit	7,104,668	9,517,750
Total Other Assets	<u>17,266,374</u>	<u>12,906,831</u>
TOTAL ASSETS	<u><u>537,818,737</u></u>	<u><u>444,898,726</u></u>
LIABILITIES AND EQUITY		
Current Liabilities:		
Intercompany Payables	51,748,184	41,749,382
Accounts Payable - Other	144,913	95,861
Accrued Compensation and Employee Benefits	21,283,301	19,799,694
Accrued Income Taxes	-	1,814,773
Other Accrued Expense and Deferrals	8,599,654	1,036,876
Total Current Liabilities	<u>81,776,053</u>	<u>64,496,586</u>
Accrued Postretirement Benefit	4,096,861	3,514,002
Total Liabilities	<u><u>85,872,914</u></u>	<u><u>68,010,588</u></u>
Equity:		
Capital Stock from Affiliate	1,000	1,000
Paid-in Surplus from Affiliate	1,500	1,500
Retained Earnings	456,742,629	378,081,918
Net Unrealized Appreciation on Investment	(4,799,306)	(1,196,280)
Total Equity	<u>451,945,823</u>	<u>376,888,138</u>
TOTAL LIABILITIES AND EQUITY	<u><u>537,818,737</u></u>	<u><u>444,898,726</u></u>

Capital Research Company
Statement of Income
U.S. Dollars

	FYE 30/6/06	FYE 30/6/05
OPERATING REVENUES:		
Intercompany Revenues	1,101,986,986	828,313,910
Total Operating Revenues	<u>1,101,986,986</u>	<u>828,313,910</u>
OPERATING EXPENSES:		
Employee Compensation	425,298,510	331,264,048
Employee Benefits	16,581,293	14,236,473
Facilities and Communications	13,497,898	11,380,251
Computer Costs	5,979,699	5,209,926
Professional and Outside Services	4,845,228	3,660,982
Sales and Dealer Expenses	4,416	1,421
Travel and Business Meetings	9,009,152	6,665,308
Other Operating Expenses	564,615	480,641
Intercompany Expenses	33,207,546	29,080,047
Total Operating Expenses	<u>508,988,357</u>	<u>401,979,096</u>
Income From Operations	<u>592,998,629</u>	<u>426,334,814</u>
OTHER INCOME & EXPENSE		
Interest Income - Net	7,525,004	8,126,161
Gain/(Loss) on Investments and Currency	(484,552)	(173,799)
Money Market Fund Dividends	5,350,647	2,163,173
Total Other Income & Expense	<u>12,391,099</u>	<u>10,115,536</u>
Income Before Taxes	605,389,728	436,450,348
Income Taxes	(231,729,017)	(174,334,123)
NET INCOME	<u><u>373,660,712</u></u>	<u><u>262,116,225</u></u>