

The Goodyear Tire & Rubber Company and Subsidiaries
Consolidated Statement of Income (unaudited)

(In millions, except per share)

	Third Quarter		Nine Months	
	Ended Sept. 30		Ended Sept. 30	
	2003	2002	2003	2002
		<u>As Restated</u>		<u>As Restated</u>
Net Sales	\$3,906.0	\$3,529.4	\$11,210.3	\$10,319.3
Cost of Goods Sold	3,186.6	2,856.9	9,158.9	8,381.0
Selling, Administrative and General Expense	596.9	552.1	1,769.7	1,631.7
Rationalizations	56.0	12.0	140.3	12.0
Interest Expense	79.3	61.8	220.1	182.2
Other (Income) Expense	75.4	4.6	144.9	40.6
Foreign Currency Exchange	10.8	(26.0)	29.9	(18.3)
Equity in (Earnings) Loss of Affiliates	0.6	2.5	5.0	9.9
Minority Interest in Net Income of Subsidiaries	6.8	11.6	31.8	41.2
Income (Loss) before Income Taxes	(106.4)	53.9	(290.3)	39.0
United States and Foreign Taxes on Income (Loss)	(0.5)	21.2	42.1	32.4
Net Income (Loss)	\$(105.9)	\$ 32.7	\$(332.4)	\$ 6.6
Net Income (Loss) Per Share of Common Stock - Basic	<u>\$ (0.60)</u>	<u>\$ 0.20</u>	<u>\$ (1.90)</u>	<u>\$ 0.04</u>
Average Shares Outstanding	175.3	166.5	175.3	164.5
Net Income (Loss) Per Share of Common Stock - Diluted	<u>\$ (0.60)</u>	<u>\$ 0.20</u>	<u>\$ (1.90)</u>	<u>\$ 0.04</u>
Average Shares Outstanding	175.3	166.5	175.3	165.6

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The Goodyear Tire & Rubber Company and Subsidiaries

Consolidated Balance Sheet (unaudited)

(In millions)

	Sept. 30 2003	Dec. 31 2002
		<u>As Restated</u>
Assets		
Current Assets:		
Cash and Cash Equivalents	\$ 1,034.4	\$ 921.9
Short Term Securities	--	24.3
Accounts and Notes Receivable, less allowance - \$118.3 (\$99.9 in 2002)	2,839.8	1,432.3
Inventories		
Raw Materials	452.9	451.0
Work in Process	108.0	97.4
Finished Product	<u>1,941.6</u>	<u>1,801.4</u>
	2,502.5	2,349.8
Prepaid Expenses and Other Current Assets	<u>261.2</u>	<u>476.8</u>
Total Current Assets	<u>6,637.9</u>	<u>5,205.1</u>
Long Term Accounts and Notes Receivable	285.5	236.3
Investments in Affiliates	169.2	139.1
Other Assets	77.8	254.9
Goodwill and Other Intangible Assets	785.3	768.7
Prepaid and Deferred Pension Cost	926.0	913.4
Deferred Charges	470.8	381.8
Properties and Plants, Less Accumulated Depreciation - \$7,091.8 (\$6,573.7 in 2002)	<u>5,245.1</u>	<u>5,162.1</u>
Total Assets	<u>\$14,597.6</u>	<u>\$13,061.4</u>
Liabilities		
Current Liabilities:		
Accounts Payable - Trade	\$ 1,560.5	\$ 1,502.1
Compensation and Benefits	997.2	955.5
Other Current Liabilities	489.7	497.5
United States and Foreign Taxes	468.2	481.0
Notes Payable	112.2	283.4
Long Term Debt due within One Year	<u>51.9</u>	<u>369.8</u>
Total Current Liabilities	<u>3,679.7</u>	<u>4,089.3</u>
Long Term Debt and Capital Leases	4,777.4	2,989.0
Compensation and Benefits	4,352.6	4,196.2
Other Long Term Liabilities	566.6	499.6
Minority Equity in Subsidiaries	<u>792.0</u>	<u>742.5</u>
Total Liabilities	<u>14,168.3</u>	<u>12,516.6</u>
Commitments and Contingent Liabilities		
Shareholders' Equity		
Preferred Stock, no par value:		
Authorized 50 shares, unissued	--	--
Common Stock, no par value:		
Authorized 300 shares		
Outstanding Shares – 175.3 (175.3 in 2002)		
After Deducting 20.4 Treasury Shares (20.4 in 2002)	175.3	175.3
Capital Surplus	1,390.4	1,390.3
Retained Earnings	1,579.6	1,912.0
Accumulated Other Comprehensive Income (loss)	<u>(2,716.0)</u>	<u>(2,932.8)</u>
Total Shareholders' Equity	<u>429.3</u>	<u>544.8</u>
Total Liabilities and Shareholders' Equity	<u>\$14,597.6</u>	<u>\$13,061.4</u>

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Total Segment Operating Income Reconciliation Table (unaudited)

(In millions)	Third Quarter		Nine Months	
	Ended Sept. 30		Ended Sept. 30	
	2003	2002	2003	2002
	As Restated		As Restated	
Total Segment Operating Income	\$146.7	\$131.5	\$352.5	\$347.4
Rationalizations and asset sales	(62.3)	(1.8)	(162.1)	(1.8)
Interest Expense	(79.3)	(61.8)	(220.1)	(182.2)
Foreign Currency Exchange	(10.8)	26.0	(29.9)	18.3
Minority Interest in Net Income of Subsidiaries	(6.8)	(11.6)	(31.8)	(41.2)
Inter-SBU income	(22.7)	(14.7)	(58.7)	(43.0)
Financing fees and financial instruments	(19.0)	(12.3)	(72.0)	(35.3)
Equity in earnings (loss) of affiliates	(2.0)	(3.4)	(8.5)	(11.4)
Other	(50.2)	2.0	(59.7)	(11.8)
Income (Loss) before Income Taxes	<u>\$ (106.4)</u>	<u>\$ 53.9</u>	<u>\$ (290.3)</u>	<u>\$ 39.0</u>

Management believes that total segment operating income is useful because it represents the aggregate value of income created by the company's strategic business units ("SBUs") and excludes items not directly related to the SBUs for performance evaluation purposes. Total segment operating income is the sum of the individual SBU's segment operating income as determined in accordance with Statement of Financial Accounting Standards No. 131, "Disclosures about Segments of an Enterprise and Related Information."

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Effect of Restatement Adjustments on Previously Issued Financial Statements of the Goodyear Tire & Rubber Company (unaudited)

(Dollars in millions, except per share)

Increase (decrease) in Income (loss)

	Six Months Ended <u>June 30, 2003</u>	<u>Year Ended December 31,</u>			Pre-	<u>Total</u>
		<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>2000</u>	
Net Income (loss) as reported	\$(236.9)	\$(1,105.8)	\$(203.6)	\$40.3		
Adjustments (pretax):						
1. Account reconciliations	(10.8)	(11.3)	(8.7)	(10.2)	\$(48.2)	\$(89.2)
2. Out of period	13.6	20.1	(9.4)	(2.6)	(23.1)	(1.4)
3. Chemical Products segment	-	<u>16.5</u>	<u>(18.0)</u>	<u>14.0</u>	<u>(12.5)</u>	-
Total adjustments (pretax)	2.8	25.3	(36.1)	1.2	(83.8)	(90.6)
Tax effect of restatement adjustments	3.4	(11.0)	13.2	(0.4)	30.9	36.1
4. Tax adjustments	<u>4.2</u>	<u>(31.2)</u>	<u>(3.3)</u>	<u>0.1</u>	-	<u>(30.2)</u>
Total taxes	<u>7.6</u>	<u>(42.2)</u>	<u>9.9</u>	<u>(0.3)</u>	<u>30.9</u>	<u>5.9</u>
Total net adjustments	<u>10.4</u>	<u>(16.9)</u>	<u>(26.2)</u>	<u>0.9</u>	<u>\$(52.9)</u>	<u>\$(84.7)</u>
Net Income (loss) as restated	<u>\$(226.5)</u>	<u>\$(1,122.7)</u>	<u>\$(229.8)</u>	<u>\$41.2</u>		
Per Share of Common Stock:						
Net Income (loss) – Basic as reported	\$(1.35)	\$(6.62)	\$(1.27)	\$0.26		
Effect of net adjustments	<u>0.06</u>	<u>(0.10)</u>	<u>(0.17)</u>	-		
Net Income (loss) Basic as restated	<u>\$(1.29)</u>	<u>\$(6.72)</u>	<u>\$(1.44)</u>	<u>\$0.26</u>		
Net Income (loss) – Diluted as reported	\$(1.35)	\$(6.62)	\$(1.27)	\$0.25		
Effect of net adjustments	<u>0.06</u>	<u>(0.10)</u>	<u>(0.17)</u>	<u>0.01</u>		
Net Income (loss) - Diluted as restated	<u>\$(1.29)</u>	<u>\$(6.72)</u>	<u>\$(1.44)</u>	<u>\$0.26</u>		

Changes in Consolidated Balance Sheet (Unaudited)

(Dollars in millions)

	June 30, 2003		December 31, 2002	
	As Reported	As Restated	As Reported	As Restated
Current Assets	\$6,740.3	\$6,675.4	\$5,226.7	\$5,205.1
Other Assets	8,000.4	7,992.8	7,919.9	7,856.3
Total Assets	14,740.7	14,668.2	13,146.6	13,061.4
Current Liabilities	3,556.7	3,566.0	4,071.4	4,089.3
Long term Liabilities	10,572.8	10,574.4	8,424.6	8,427.3
Total Liabilities	14,129.5	14,140.4	12,496.0	12,516.6
Shareholders' Equity	611.2	527.8	650.6	544.8