

WORLD FUEL SERVICES CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME

(In thousands, except earnings per share data)

	For the Year ended December 31,		
	2006	2005	2004
Revenue	\$10,785,136	\$8,733,947	\$5,654,373
Cost of sales	10,571,067	8,555,283	5,524,417
Gross profit	<u>214,069</u>	<u>178,664</u>	<u>129,956</u>
Operating expenses:			
Compensation and employee benefits	82,987	74,030	58,634
Executive severance costs	1,545	—	—
Provision for bad debts	3,869	8,644	4,338
General and administrative	49,022	39,370	29,012
	<u>137,423</u>	<u>122,044</u>	<u>91,984</u>
Income from operations	<u>76,646</u>	<u>56,620</u>	<u>37,972</u>
Other income (expense), net:			
Interest income	5,589	2,785	984
Interest expense and other financing costs	(2,236)	(3,430)	(2,631)
Other, net	1,400	(147)	(491)
	<u>4,753</u>	<u>(792)</u>	<u>(2,138)</u>
Income before taxes	81,399	55,828	35,834
Provision for income taxes	17,353	15,475	6,969
	64,046	40,353	28,865
Minority interest in income of consolidated subsidiaries	98	744	306
Net income	<u>\$ 63,948</u>	<u>\$ 39,609</u>	<u>\$ 28,559</u>
Basic earnings per share	<u>\$ 2.33</u>	<u>\$ 1.67</u>	<u>\$ 1.29</u>
Basic weighted average shares	<u>27,467</u>	<u>23,700</u>	<u>22,104</u>
Diluted earnings per share:	<u>\$ 2.21</u>	<u>\$ 1.57</u>	<u>\$ 1.22</u>
Diluted weighted average shares	<u>28,923</u>	<u>25,214</u>	<u>23,454</u>

The accompanying notes are an integral part of these consolidated financial statements.