



**CONSOLIDATING BALANCE SHEET
DECEMBER 31, 2004**

Balance Sheet:	NADR
Assets	
Cash and cash equivalents	20,150
Investments, available-for-sale	132,453
Investments, held-to-maturity	-
Receivables, net	12,753
Receivable from related parties	617,365
Deferred tax assets	-
Other current assets	467
Total current assets	<u>783,188</u>
Investment in Subsidiaries	-
Held-to-maturity investments	-
Total property and equipment, net	46,455
Noncurrent deferred tax assets	-
Line of credit receivable from related party	-
Goodwill	-
Intangible assets, net	1,062
Other assets	23,309
Total assets	<u>854,014</u>
Liabilities and members' equity	
Accounts payable and accrued	
Expenses	12,518
SEC fee payable	329
Accrued personnel costs	46,108
Deferred revenue	48,701
Deposits and renewals	60,602
Capital lease obligation	-
Due to custodial agent	-
Payable to related party	-
Other current liabilities	20,561
Total current liabilities	<u>188,819</u>
Accrued pension and other postretirement benefit costs	21,942
Long-term debt	-
Non-current deferred tax liabilities	-
Non-current capital lease obligation	-
Deferred revenue	16,385
Warrants to purchase Nasdaq stock from NASD	-
Other liabilities	1,484
Total liabilities	<u>228,630</u>
Minority interest	-
Members' equity	<u>625,384</u>
Total liabilities and members' equity	<u>854,014</u>



**CONSOLIDATING INCOME STATEMENT
YEAR ENDED DECEMBER 31, 2004**

Revenues:	NADR
Market services	-
Issuer services	-
Regulatory Fees	222,844
User Fees	134,485
Transparency services	-
Contract Service Fees	55,515
Dispute Resolution Fees	-
Other Fees	390
Total Operating Revenues	<u>413,234</u>
Activity Assessment	230,853
Fines	108,414
Total Revenues	<u>752,501</u>
Cost of Revenues	(230,853)
Net Revenue	<u>521,648</u>
 Expenses:	
Compensation and benefits	196,252
Professional and contract services	58,102
Computer operations and data	-
Communications	11,258
Depreciation and amortization	27,128
Occupancy	23,941
General and administrative	22,811
Total expenses	<u>339,492</u>
Net operating income	182,156
 Other income (expense)	
Interest and dividend income	8,094
Interest expense	(29)
Net realized investment gains	2,775
Gain on Nasdaq warrants	-
Minority interest benefit	-
Income before income taxes, cumulative effect, and discontinued operations	<u>192,996</u>
Provision for income taxes	-
Income from continuing operations	<u>192,996</u>
Income from discontinued operations (net of tax expense of \$5,596)	-
Cumulative effect of a change in accounting principle, net of tax	(28,533)
Net (loss) income	<u><u>164,463</u></u>