EATON CORPORATION STATEMENTS OF CONSOLIDATED INCOME

Year ended December 31	1995	1994	1993
(Millions except for per share data)			
Net sales	$6,822	$6,052	$4,401
Costs and expenses			
Cost of products sold	5,028	4,397	3,284
Selling and administrative	927	890	601
Research and development	227	213	154
Acquisition integration charge			55
	6,182	5,500	4,094
Income from operations	640	552	307
Other income (expense)			
Interest expense	(86)	(83)	(65)
Interest income	6	7	8
Other income—net	32	12	12
	(48)	(64)	(45)
Income before income taxes	592	488	262
Income taxes	193	155	82
Income before extraordinary item	399	333	180
Extraordinary item			(7)
Net income	$ 399	$ 333	$ 173
Per Common Share			
Income before extraordinary item	$ 5.13	$ 4.40	$ 2.57
Extraordinary item			(.10)
Net income	$ 5.13	$ 4.40	$ 2.47
Cash dividends paid	$ 1.50	$ 1.20	$ 1.15
Average number of Common Shares outstanding	77.8	75.6	69.8

The Financial Review on pages 24 to 32 is an integral part of the consolidated financial statements.