

IGM FINANCIAL INC.**Consolidated Statements of Income**

<i>(unaudited)</i> <i>(in thousands of dollars, except shares and per share amounts)</i>	Three months ended December 31		Twelve months ended December 31	
	2008	2007	2008	2007
Fee and net investment income				
Management	\$ 396,325	\$ 522,094	\$ 1,867,223	\$ 2,096,032
Administration	84,248	90,255	349,249	349,428
Distribution	67,364	66,769	286,044	255,501
Net investment income and other	36,054	42,499	202,172	194,146
Total fee and net investment income	583,991	721,617	2,704,688	2,895,107
Operating expenses				
Commission expense	206,421	241,428	906,271	947,053
Non-commission expense	162,566	156,685	647,854	622,988
Interest expense	24,448	22,222	90,604	88,330
Total operating expenses	393,435	420,335	1,644,729	1,658,371
	190,556	301,282	1,059,959	1,236,736
Proportionate share of affiliate's impairment charge, net of tax	60,346	-	60,346	-
Income before income taxes, non-controlling interest and proportionate share of affiliate's gain	130,210	301,282	999,613	1,236,736
Income taxes	50,367	66,317	292,551	354,682
Income before non-controlling interest and proportionate share of affiliate's gain	79,843	234,965	707,062	882,054
Non-controlling interest	42	630	1,266	2,919
Net income before proportionate share of affiliate's gain	79,801	234,335	705,796	879,135
Proportionate share of affiliate's gain	-	-	25,003	-
Net income	\$ 79,801	\$ 234,335	\$ 730,799	\$ 879,135
Average number of common shares (in thousands)				
- Basic	262,389	264,243	263,323	264,604
- Diluted	263,355	266,984	264,808	267,303
Earnings per share (in dollars)				
Excluding proportionate share of affiliate's gain				
- Basic	\$ 0.30	\$ 0.89	\$ 2.68	\$ 3.32
- Diluted	\$ 0.30	\$ 0.88	\$ 2.67	\$ 3.29
Including proportionate share of affiliate's gain				
- Basic	\$ 0.30	\$ 0.89	\$ 2.78	\$ 3.32
- Diluted	\$ 0.30	\$ 0.88	\$ 2.76	\$ 3.29