

**BAXTER INTERNATIONAL INC.**  
**Condensed Consolidated Balance Sheets**  
**(unaudited)**  
**(\$ in millions)**

	September 30, 2004	December 31, 2003
<b><u>ASSETS</u></b>		
Cash and equivalents	\$822	\$925
Receivables	2,108	1,914
Inventories	2,106	2,104
Other current assets	687	417
Total current assets	5,723	5,360
Property, plant & equipment, net	4,346	4,592
Other assets	3,700	3,757
Total assets	\$ 13,769	\$13,709
<b><u>LIABILITIES AND STOCKHOLDERS' EQUITY</u></b>		
Short-term debt	\$178	\$153
Other current liabilities (1)	3,448	3,645
Long-term debt	4,411	4,421
Other long-term liabilities (1)	2,046	2,216
Stockholders' equity	3,686	3,274
Total liabilities and stockholders' equity	\$ 13,769	\$13,709

(1) The following is a summary of the net investment hedges included in other current and long-term liabilities:

	September 30, 2004	December 31, 2003
Other current liabilities	\$298	\$172
Other long-term liabilities	658	785
Total	\$956	\$957

Note: In August 2004, the company restated its previously issued financial statements for 2001 through 2003 and the first quarter of 2004. This information reflects the restatements. Refer to the company's Form 10-K/A for the year ended December 31, 2003 and Forms 10-Q/A for the quarters ended March 31, 2004 and September 30, 2003 for further information.