

TENNECO INC. AND CONSOLIDATED SUBSIDIARIES
BALANCE SHEETS
(Unaudited)
(Millions)

	<u>December 31, 2010</u>	<u>December 31, 2009</u>
Assets		
Cash and cash equivalents	\$ 233	\$ 167
Receivables, net	826 (a),(c)	596 (a)
Inventories	547	428
Other current assets	194	202
Investments and other assets	316	338
Plant, property, and equipment, net	<u>1,051</u>	<u>1,110</u>
Total assets	<u>\$ 3,167</u>	<u>\$ 2,841</u>

Liabilities and Shareholders' Equity

Short-term debt	\$ 63 (c)	\$ 75
Accounts payable	1,048	766
Accrued taxes	51	36
Accrued interest	13	22
Other current liabilities	293	302
Long-term debt	1,160 (b)	1,145 (b)
Deferred income taxes	56	66
Deferred credits and other liabilities	436	411
Redeemable noncontrolling interests	12	7
Tenneco Inc. shareholders' equity	(4)	(21)
Noncontrolling interests	<u>39</u>	<u>32</u>
Total liabilities and shareholders' equity	<u>\$ 3,167</u>	<u>\$ 2,841</u>

	<u>December 31, 2010</u>	<u>December 31, 2009</u>
(a) Accounts Receivables net of:		
North America - Accounts receivables securitization programs	\$ -	\$ 62
Other - Accounts receivables securitization programs	\$ 91	\$ 75

	<u>December 31, 2010</u>	<u>December 31, 2009</u>
(b) Long term debt composed of:		
Borrowings against revolving credit facilities	\$ -	\$ -
Term loan A (Due 2012)	-	133
Term loan B (Due 2016)	149	-
10.25% senior notes (Due 2013)	-	249
8.625% subordinated notes (Due 2014)	20	500
8.125% senior notes (Due 2015)	250	250
7.75% senior notes (Due 2018)	225	-
6.875% senior notes (Due 2020)	500	-
Other long term debt	16	13
	<u>\$ 1,160</u>	<u>\$ 1,145</u>

(c) An accounting rule change in the first quarter 2010 requires Tenneco to account for its accounts receivable securitization program in North America as secured borrowings. At December 31, 2010, there were no borrowings outstanding under the North America accounts receivable securitization program.