

Tenneco Inc. and Consolidated Subsidiaries
Statements of Cash Flows
(Unaudited)
(Millions)

	Three Months Ended	
	March 31,	
	2013	2012
Operating activities:		
Net income	\$ 61	\$ 36
Adjustments to reconcile net income to net cash used by operating activities -		
Depreciation and amortization of other intangibles	50	49
Stock-based compensation	5	4
Deferred income taxes	(5)	(5)
Loss on sale of assets	-	1
Changes in components of working capital-		
(Inc.)/dec. in receivables	(176)	(181)
(Inc.)/dec. in inventories	(40)	(76)
(Inc.)/dec. in prepayments and other current assets	(49)	(16)
Inc./(dec.) in payables	46	88
Inc./(dec.) in accrued taxes	(5)	1
Inc./(dec.) in accrued interest	4	-
Inc./(dec.) in other current liabilities	(8)	13
Changes in long-term assets	-	8
Changes in long-term liabilities	(10)	(5)
Other	4	(2)
Net cash used by operating activities	<u>(123)</u>	<u>(85)</u>
Investing activities:		
Proceeds from sale of assets	2	1
Cash payments for plant, property & equipment	(70)	(65)
Cash payments for software-related intangible assets	(6)	(4)
Net cash used by investing activities	<u>(74)</u>	<u>(68)</u>
Financing activities:		
Issuance of common shares	1	-
Issuance of long-term debt	-	250
Debt issuance costs on long-term debt	-	(12)
Retirement of long-term debt	(5)	(381)
Net inc./(dec.) in bank overdrafts	22	2
Net inc./(dec.) in revolver borrowings and short-term debt excluding current maturities on long-term debt and short-term borrowings secured by accounts receivable	191	233
Net inc./(dec.) in short-term debt secured by accounts receivable	-	30
Net cash provided by financing activities	<u>209</u>	<u>122</u>
Effect of foreign exchange rate changes on cash and cash equivalents	<u>7</u>	<u>10</u>
Increase (Decrease) in cash and cash equivalents	19	(21)
Cash and cash equivalents, January 1	223	214
Cash and cash equivalents, March 31	<u>\$ 242</u>	<u>\$ 193</u>
Supplemental Cash Flow Information		
Cash paid during the period for interest (net of interest capitalized)	\$ 16	\$ 35
Cash paid during the period for income taxes (net of refunds)	25	17
Non-cash Investing and Financing Activities		
Period ended balance of payables for plant, property, and equipment	\$ 31	\$ 29