

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

	Six Months Ended June 30,	
	2003	2002
Operating activities:		
Net income (loss) before cumulative effect of change in accounting principle, net of tax	\$ 25	\$ 17
Adjustments to reconcile income (loss) to net cash provided (used) by operating activities -		
Depreciation and amortization	80	69
Deferred income taxes	(10)	(8)
(Gain)/loss on sale of businesses and assets, net	-	(10)
Changes in components of working capital -		
(Inc.)/dec. in receivables	(87)	(50)
(Inc.)/dec. in inventories	24	9
(Inc.)/dec. in prepayments and other current assets	(1)	(4)
Inc./(dec.) in payables	30	76
Inc./(dec.) in taxes accrued	(19)	2
Inc./(dec.) in interest accrued	(5)	-
Inc./(dec.) in other current liabilities	(19)	26
Other	10	(3)
Net cash provided (used) by operating activities	<u>28</u>	<u>124</u>
Investing activities:		
Net proceeds from sale of assets	3	18
Expenditures for plant, property & equipment	(54)	(52)
Investments and other	(2)	13
Net cash provided (used) by investing activities	<u>(53)</u>	<u>(21)</u>
Net Cash provided (used) before financing activities	(25)	103
Financing activities:		
Proceeds from capital contributions	1	-
Issuance of long-term debt	350	-
Debt issuance costs on long-term debt	(12)	-
Retirement of long-term debt	(276)	(25)
Net inc./(dec.) in short-term debt excluding current maturities on long-term debt	(25)	(71)
Other	(1)	-
Net cash provided (used) by financing activities	<u>37</u>	<u>(96)</u>
Effect of foreign exchange rate changes on cash and temporary cash investments	<u>(8)</u>	<u>(8)</u>
Inc./(dec.) in cash and temporary cash investments	4	(1)
Cash and temporary cash investments, January 1	54	53
Cash and temporary cash investments, June 30	<u>\$ 58</u>	<u>\$ 52</u>
Cash paid during the period for interest	\$ 67	\$ 72
Cash paid during the period for income taxes	\$ 30	\$ 16