

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

	Six Months Ended	
	June 30,	
	<u>2005</u>	<u>2004</u>
Operating activities:		
Net income	\$ 40	\$ 28
Adjustments to reconcile net income to net cash provided (used) by operating activities -		
Depreciation and amortization of other intangibles	90	89
Deferred income taxes	(5)	(5)
(Gain)/loss on sale of assets, net	1	-
Changes in components of working capital (net of acquisition)-		
(Inc.)/dec. in receivables	(200)	(113)
(Inc.)/dec. in inventories	(33)	(16)
(Inc.)/dec. in prepayments and other current assets	(19)	(27)
Inc./(dec.) in payables	64	60
Inc./(dec.) in taxes accrued	19	13
Inc./(dec.) in interest accrued	2	(2)
Inc./(dec.) in other current liabilities	(10)	24
Other	(20)	8
Net cash provided (used) by operating activities	<u>(71)</u>	<u>59</u>
Investing activities:		
Net proceeds from sale of assets	3	11
Expenditures for plant, property & equipment	(63)	(54)
Acquisition of business	(11)	-
Investments and other	2	(2)
Net cash used by investing activities	<u>(69)</u>	<u>(45)</u>
Financing activities:		
Issuance of common shares	4	4
Retirement of long-term debt	(42)	(4)
Net inc./(dec.) in short-term debt excluding current maturities on long-term debt	34	1
Other	-	2
Net cash provided (used) by financing activities	<u>(4)</u>	<u>3</u>
Effect of foreign exchange rate changes on cash and cash equivalents	<u>(4)</u>	<u>4</u>
Inc./(dec.) in cash and cash equivalents	(148)	21
Cash and cash equivalents, January 1	214	145
Cash and cash equivalents, June 30	<u>\$ 66</u>	<u>\$ 166</u>
Cash paid during the period for interest	\$ 61	\$ 74
Cash paid during the period for income taxes	\$ 11	\$ 7