

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

	Three Months Ended	
	June 30,	
	2013	2012
Operating activities:		
Net income	\$ 74	\$ 95
Adjustments to reconcile net income to net cash provided by operating activities -		
Depreciation and amortization of other intangibles	50	50
Stock-based compensation	2	3
Deferred income taxes	21	(2)
Loss on sale of assets	2	1
Changes in components of working capital-		
(Inc.)/dec. in receivables	(77)	(31)
(Inc.)/dec. in inventories	22	(7)
(Inc.)/dec. in prepayments and other current assets	(32)	(23)
Inc./dec. in payables	72	(2)
Inc./dec. in accrued taxes	(8)	17
Inc./dec. in accrued interest	(4)	(4)
Inc./dec. in other current liabilities	15	2
Changes in long-term assets	3	1
Changes in long-term liabilities	(10)	(17)
Other	3	3
Net cash provided by operating activities	<u>133</u>	<u>86</u>
Investing activities:		
Cash payments for plant, property & equipment	(54)	(60)
Cash payments for software-related intangible assets	(6)	(3)
Change in restricted cash	4	-
Net cash used by investing activities	<u>(56)</u>	<u>(63)</u>
Financing activities:		
Issuance of common shares	12	-
Purchase of common stock under the share repurchase program	(2)	(18)
Debt issuance costs on long-term debt	-	(1)
Retirement of long-term debt	(3)	(22)
Net inc./dec. in bank overdrafts	44	(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	(84)	3
Net inc./dec. in short-term debt secured by accounts receivable	-	30
Capital contribution from noncontrolling interest partner	-	1
Distribution to noncontrolling interest partners	(23)	(18)
Net cash used by financing activities	<u>(56)</u>	<u>(27)</u>
Effect of foreign exchange rate changes on cash and cash equivalents	<u>(19)</u>	<u>(8)</u>
Increase (Decrease) in cash and cash equivalents	2	(12)
Cash and cash equivalents, April 1	233	193
Cash and cash equivalents, June 30	<u>\$ 235</u>	<u>\$ 181</u>
Supplemental Cash Flow Information		
Cash paid during the period for interest (net of interest capitalized)	\$ 23	\$ 24
Cash paid during the period for income taxes (net of refunds)	46	19
Non-cash Investing and Financing Activities		
Period ended balance of payables for plant, property, and equipment	\$ 24	\$ 30