

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

	Nine Months Ended	
	September 30,	
	2003	2002
Operating activities:		
Net income (loss) before cumulative effect of change in accounting principle, net of tax	\$ 28	\$ 22
Adjustments to reconcile income (loss) to net cash provided (used) by operating activities -		
Depreciation and amortization	120	104
Deferred income taxes	(18)	(17)
(Gain)/loss on sale of businesses and assets, net	1	(9)
Changes in components of working capital -		
(Inc.)/dec. in receivables	(47)	(25)
(Inc.)/dec. in inventories	43	11
(Inc.)/dec. in prepayments and other current assets	3	(20)
Inc./(dec.) in payables	31	76
Inc./(dec.) in taxes accrued	(24)	3
Inc./(dec.) in interest accrued	19	14
Inc./(dec.) in other current liabilities	(15)	10
Other	21	(1)
Net cash provided (used) by operating activities	<u>162</u>	<u>168</u>
Investing activities:		
Net proceeds from sale of assets	4	20
Expenditures for plant, property & equipment	(83)	(86)
Investments and other	(5)	10
Net cash provided (used) by investing activities	<u>(84)</u>	<u>(56)</u>
Net Cash provided (used) before financing activities	78	112
Financing activities:		
Proceeds from capital contributions	1	-
Issuance of long-term debt	350	1
Debt issuance costs on long-term debt	(13)	-
Retirement of long-term debt	(277)	(89)
Net inc./(dec.) in short-term debt excluding current maturities on long-term debt	(119)	(22)
Other	(1)	-
Net cash provided (used) by financing activities	<u>(59)</u>	<u>(110)</u>
Effect of foreign exchange rate changes on cash and temporary cash investments	<u>(10)</u>	<u>(9)</u>
Inc./(dec.) in cash and temporary cash investments	9	(7)
Cash and temporary cash investments, January 1	54	53
Cash and temporary cash investments, September 30	<u>\$ 63</u>	<u>\$ 46</u>
Cash paid during the period for interest	\$ 79	\$ 94
Cash paid during the period for income taxes	\$ 41	\$ 22