

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

	Twelve Months Ended	
	December 31,	
	2004	2003
Operating activities:		
Net income	\$ 13	\$ 27
Adjustments to reconcile income (loss) to net cash provided (used) by operating activities -		
Depreciation and amortization	177	163
Deferred income taxes	(41)	(29)
(Gain)/loss on sale of assets, net	-	2
Changes in components of working capital -		
(Inc.)/dec. in receivables	(7)	13
(Inc.)/dec. in inventories	(19)	55
(Inc.)/dec. in prepayments and other current assets	(4)	(1)
Inc./dec. in payables	53	52
Inc./dec. in taxes accrued	(16)	(30)
Inc./dec. in interest accrued	(7)	19
Inc./dec. in other current liabilities	30	(30)
Other	21	40
Net cash provided by operating activities	<u>200</u>	<u>281</u>
Investing activities:		
Net proceeds from sale of assets	15	8
Expenditures for plant, property & equipment	(130)	(130)
Investments and other	(1)	(5)
Net cash used by investing activities	<u>(116)</u>	<u>(127)</u>
Financing activities:		
Issuance of common shares	10	-
Proceeds from capital contributions	-	1
Issuance of long-term debt	500	891
Debt issuance costs on long-term debt	(13)	(27)
Retirement of long-term debt	(508)	(791)
Net inc./dec. in short-term debt excluding current maturities on long-term debt	(1)	(121)
Other	-	(2)
Net cash used by financing activities	<u>(12)</u>	<u>(49)</u>
Effect of foreign exchange rate changes on cash and cash equivalents	<u>(3)</u>	<u>(14)</u>
Inc./dec. in cash and cash equivalents	69	91
Cash and cash equivalents, January 1	145	54
Cash and cash equivalents, December 31	<u>\$ 214</u>	<u>\$ 145</u>
Cash paid during the period for interest	\$ 185	\$ 115
Cash paid during the period for income taxes	\$ 18	\$ 46
Non-cash Investing and Financing Activities		
Obligation for long-term capital lease	\$ -	\$ (3)
Write-off of Unamortized Debt Issuance Cost	\$ (9)	\$ (12)