

Colgate-Palmolive Company

Condensed Consolidated Statements of Cash Flows

For the Twelve Months Ended December 31, 2013 and 2012

(Dollars in Millions) (Unaudited)

	2013	2012
Operating Activities		
Net income including noncontrolling interests	\$ 2,410	\$ 2,631
Adjustments to reconcile net income including noncontrolling interests to net cash provided by operations:		
Depreciation and amortization	439	425
Restructuring and termination benefits, net of cash	182	35
Voluntary benefit plan contributions	(101)	(101)
Stock-based compensation expense	128	120
Venezuela devaluation charge	172	-
Deferred income taxes	71	63
Cash effects of changes in:		
Receivables	(37)	19
Inventories	(97)	(21)
Accounts payable and other accruals	24	(5)
Other non-current assets and liabilities	13	30
Net cash provided by operations	3,204	3,196
Investing Activities		
Capital expenditures	(670)	(565)
Sale of property and non-core product lines	15	72
Purchases of marketable securities and investments	(505)	(545)
Proceeds from sale of marketable securities and investments	267	147
Payment for acquisitions, net of cash acquired	(3)	(29)
Other	6	55
Net cash used in investing activities	(890)	(865)
Financing Activities		
Principal payments on debt	(7,554)	(5,011)
Proceeds from issuance of debt	7,976	5,452
Dividends paid	(1,382)	(1,277)
Purchases of treasury shares	(1,521)	(1,943)
Proceeds from exercise of stock options and excess tax benefits	339	478
Net cash used in financing activities	(2,142)	(2,301)
Effect of exchange rate changes on Cash and cash equivalents	(94)	(24)
Net increase (decrease) in Cash and cash equivalents	78	6
Cash and cash equivalents at beginning of period	884	878
Cash and cash equivalents at end of period	\$ 962	\$ 884
Supplemental Cash Flow Information		
Free cash flow before dividends (Net cash provided by operations less Capital expenditures)		
Net cash provided by operations	\$ 3,204	\$ 3,196
Less: Capital expenditures	(670)	(565)
Free cash flow before dividends	\$ 2,534	\$ 2,631
Income taxes paid	\$ 1,087	\$ 1,280