

## Colgate-Palmolive Company

## Condensed Consolidated Statements of Cash Flows

For the Three Months Ended March 31, 2013 and 2012

(Dollars in Millions) (Unaudited)

	2013	2012
<b>Operating Activities</b>		
Net income including noncontrolling interests	\$ 506	\$ 633
Adjustments to reconcile net income including noncontrolling interests to net cash provided by operations:		
Depreciation and amortization	110	106
Restructuring and termination benefits, net of cash	30	(17)
Stock-based compensation expense	32	29
Venezuela devaluation charge	172	-
Deferred income taxes	(17)	22
Cash effects of changes in:		
Receivables	(175)	(90)
Inventories	(15)	(38)
Accounts payable and other accruals	112	(35)
Other non-current assets and liabilities	22	52
Net cash provided by operations	777	662
<b>Investing Activities</b>		
Capital expenditures	(94)	(60)
Purchases of marketable securities and investments	(199)	(51)
Proceeds from sale of marketable securities and investments	54	32
Other	7	38
Net cash used in investing activities	(232)	(41)
<b>Financing Activities</b>		
Principal payments on debt	(1,436)	(1,013)
Proceeds from issuance of debt	1,553	1,183
Dividends paid	(290)	(278)
Purchases of treasury shares	(385)	(463)
Proceeds from exercise of stock options and excess tax benefits	96	106
Net cash used in financing activities	(462)	(465)
Effect of exchange rate changes on Cash and cash equivalents	(35)	10
Net increase in Cash and cash equivalents	48	166
Cash and cash equivalents at beginning of period	884	878
Cash and cash equivalents at end of period	\$ 932	\$ 1,044
<b>Supplemental Cash Flow Information</b>		
Free cash flow before dividends (Net cash provided by operations less Capital expenditures)		
Net cash provided by operations	\$ 777	\$ 662
Less: Capital expenditures	(94)	(60)
Free cash flow before dividends	\$ 683	\$ 602
Income taxes paid	\$ 182	\$ 223