

Table 4

Colgate-Palmolive Company

Condensed Consolidated Statements of Cash Flows

For the Nine Months Ended September 30, 2022 and 2021

(Dollars in Millions) (Unaudited)

	2022	2021
Operating Activities		
Net income including noncontrolling interests	\$ 1,924	\$ 2,150
Adjustments to reconcile Net income including noncontrolling interests to Net cash provided by operations:		
Depreciation and amortization	410	414
Restructuring and termination benefits, net of cash	51	(19)
Stock-based compensation expense	105	107
Gain on sale of land	(47)	—
Forward starting swap settlement	82	—
Loss on early extinguishment of debt	—	75
Deferred income taxes	(13)	(146)
Cash effects of changes in:		
Receivables	(171)	(198)
Inventories	(422)	(37)
Accounts payable and other accruals	9	(107)
Other non-current assets and liabilities	(45)	(20)
Net cash provided by (used in) operations	<u>1,883</u>	<u>2,219</u>
Investing Activities		
Capital expenditures	(475)	(374)
Purchases of marketable securities and investments	(239)	(118)
Proceeds from sale of marketable securities and investments	55	55
Payment for acquisition, net of cash acquired	(817)	—
Proceeds from sale of land	47	—
Other investing activities	1	(25)
Net cash provided by (used in) investing activities	<u>(1,428)</u>	<u>(462)</u>
Financing Activities		
Short-term borrowing (repayment) less than 90 days, net	(56)	205
Principal payments on debt	(2)	(118)
Proceeds from issuance of debt	1,513	119
Dividends paid	(1,206)	(1,183)
Purchases of treasury shares	(895)	(964)
Proceeds from exercise of stock options	398	282
Other	(38)	(9)
Net cash provided by (used in) financing activities	<u>(286)</u>	<u>(1,668)</u>
Effect of exchange rate changes on Cash and cash equivalents	<u>(63)</u>	<u>(19)</u>
Net increase (decrease) in Cash and cash equivalents	106	70
Cash and cash equivalents at beginning of the period	832	888
Cash and cash equivalents at end of the period	<u>\$ 938</u>	<u>\$ 958</u>
Supplemental Cash Flow Information		
Free cash flow before dividends (Net cash provided by operations less Capital expenditures)		
Net cash provided by operations	\$ 1,883	\$ 2,219
Less: Capital expenditures	(475)	(374)
Free cash flow before dividends	<u>\$ 1,408</u>	<u>\$ 1,845</u>
Income taxes paid	\$ 690	\$ 742