

Condensed Consolidated Statements of Earnings

Dollars in millions, except per share data

	Three months ended		Twelve months ended	
	06/30/2023	06/30/2022	06/30/2023	06/30/2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net sales	\$ 2,019	\$ 1,801	\$ 7,389	\$ 7,107
Cost of products sold	1,157	1,133	4,481	4,562
Gross profit	862	668	2,908	2,545
Selling and administrative expenses	329	244	1,183	954
Advertising costs	211	207	734	709
Research and development costs	38	34	138	132
Goodwill, trademark and other intangible asset impairments	—	—	445	—
Interest expense	21	37	90	106
Other (income) expense, net	26	17	80	37
Earnings before income taxes	237	129	238	607
Income taxes	56	25	77	136
Net earnings	181	104	161	471
Less: Net earnings attributable to noncontrolling interests	5	3	12	9
Net earnings attributable to Clorox	\$ 176	\$ 101	\$ 149	\$ 462

Net earnings per share attributable to Clorox

Basic net earnings per share	\$ 1.43	\$ 0.81	\$ 1.21	\$ 3.75
Diluted net earnings per share	\$ 1.42	\$ 0.81	\$ 1.20	\$ 3.73

Weighted average shares outstanding (in thousands)

Basic	123,823	123,230	123,589	123,113
Diluted	124,641	123,795	124,181	123,906

Reportable Segment Information
(Unaudited)

Dollars in millions

	Net sales			Net sales		
	Three months ended			Twelve months ended		
	6/30/2023	6/30/2022	% Change ⁽¹⁾	6/30/2023	6/30/2022	% Change ⁽¹⁾
Health and Wellness ⁽²⁾	\$ 651	\$ 571	14 %	\$ 2,532	\$ 2,427	4 %
Household	663	580	14 %	2,098	1,984	6 %
Lifestyle	333	292	14 %	1,338	1,253	7 %
International	305	294	4 %	1,181	1,180	— %
Corporate and Other ⁽²⁾	67	64	5 %	240	263	(9)%
Total	\$ 2,019	\$ 1,801	12 %	\$ 7,389	\$ 7,107	4 %
	Segment adjusted EBIT			Segment adjusted EBIT		
	Three months ended			Twelve months ended		
	6/30/2023	6/30/2022	% Change ⁽¹⁾	6/30/2023	6/30/2022	% Change ⁽¹⁾
Health and Wellness ⁽²⁾	\$ 176	\$ 78	126 %	\$ 594	\$ 381	56 %
Household	143	96	49 %	308	234	32 %
Lifestyle	67	41	63 %	284	280	1 %
International	15	17	(12)%	89	97	(8)%
Corporate and Other ⁽²⁾	(107)	(49)	118 %	(358)	(223)	61 %
Total	\$ 294	\$ 183	61 %	\$ 917	\$ 769	19 %
Interest income	7	2		16	5	
Interest expense	(21)	(37)		(90)	(106)	
VMS impairment ⁽³⁾	—	—		(445)	—	
Streamlined operating model ⁽⁴⁾	(16)	—		(60)	—	
Digital capabilities and productivity enhancements investment ⁽⁵⁾	(27)	(19)		(100)	(61)	
Earnings (losses) before income taxes	\$ 237	\$ 129	84 %	\$ 238	\$ 607	(61)%

⁽¹⁾ Percentages based on rounded numbers.

⁽²⁾ As of the fourth quarter of fiscal year 2023, the Health and Wellness reportable segment is composed of the Cleaning and Professional Products businesses. The Vitamins, Minerals and Supplements business, previously within Health and Wellness, is now included in Corporate and Other and reported within Total Company. Historical segment financial information presented has been recast to reflect this change.

⁽³⁾ Represents a noncash impairment charge of \$445 related to the VMS business recorded in fiscal year 2023. As a result of the segment changes noted above, \$433 and \$12 was recast from the third quarter fiscal year 2023 interim reporting period for the Health and Wellness and International reportable segments, respectively.

⁽⁴⁾ Represents restructuring and related costs, net for implementation of the streamlined operating model of \$16 and \$60 for the three and twelve months ended June 30, 2023, respectively. As a result of the segment changes noted above, these amounts were recast from the fiscal year 2023 reporting period for Corporate and Other.

⁽⁵⁾ Represents expenses related to the company's digital capabilities and productivity enhancements investment of \$27 and \$100 for the three and twelve months ended June 30, 2023, respectively and \$19 and \$61 for the three and twelve months ended June 30, 2022, respectively. As a result of the segment changes noted above, these amounts were recast from the fiscal year 2023 reporting period for Corporate and Other.

Condensed Consolidated Balance Sheets

Dollars in millions

	<u>6/30/2023</u>	<u>6/30/2022</u>
	<u>(Unaudited)</u>	
ASSETS		
Current assets		
Cash and cash equivalents	\$ 367	\$ 183
Receivables, net	688	681
Inventories, net	696	755
Prepaid expenses and other current assets	77	106
Total current assets	1,828	1,725
Property, plant and equipment, net	1,345	1,334
Operating lease right-of-use assets	346	342
Goodwill	1,252	1,558
Trademarks, net	543	687
Other intangible assets, net	169	197
Other assets	462	315
Total assets	<u>\$ 5,945</u>	<u>\$ 6,158</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Notes and loans payable	\$ 50	\$ 237
Current operating lease liabilities	87	78
Accounts payable and accrued liabilities	1,659	1,469
Income taxes payable	121	—
Total current liabilities	1,917	1,784
Long-term debt	2,477	2,474
Long-term operating lease liabilities	310	314
Other liabilities	825	791
Deferred income taxes	28	66
Total liabilities	5,557	5,429
Stockholders' equity		
Preferred stock	—	—
Common stock	131	131
Additional paid-in capital	1,245	1,202
Retained earnings	583	1,048
Treasury stock	(1,246)	(1,346)
Accumulated other comprehensive net (loss) income	(493)	(479)
Total Clorox stockholders' equity	220	556
Noncontrolling interests	168	173
Total stockholders' equity	388	729
Total liabilities and stockholders' equity	<u>\$ 5,945</u>	<u>\$ 6,158</u>