

Condensed Consolidated Statements of Earnings

Dollars in millions, except per share data

	Three Months Ended		Twelve Months Ended	
	06/30/2022	06/30/2021	06/30/2022	06/30/2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net sales	\$ 1,801	\$ 1,802	\$ 7,107	\$ 7,341
Cost of products sold	1,133	1,134	4,562	4,142
Gross profit	668	668	2,545	3,199
Selling and administrative expenses	244	260	954	1,004
Advertising costs	207	224	709	790
Research and development costs	34	45	132	149
Goodwill, trademark and other intangible asset impairments	—	—	—	329
Interest expense	37	25	106	99
Other (income) expense, net	17	13	37	(72)
Earnings before income taxes	129	101	607	900
Income taxes	25	1	136	181
Net earnings	104	100	471	719
Less: Net earnings attributable to noncontrolling interests	3	3	9	9
Net earnings attributable to Clorox	\$ 101	\$ 97	\$ 462	\$ 710

Net earnings per share attributable to Clorox

Basic net earnings per share	\$ 0.81	\$ 0.79	\$ 3.75	\$ 5.66
Diluted net earnings per share	\$ 0.81	\$ 0.78	\$ 3.73	\$ 5.58

Weighted average shares outstanding (in thousands)

Basic	123,230	124,106	123,113	125,570
Diluted	123,795	125,385	123,906	127,299

Reportable Segment Information

(Unaudited)

Dollars in millions

	Net sales			Earnings (losses) before income taxes		
	Three Months Ended			Three Months Ended		
	6/30/2022	6/30/2021	% Change ⁽¹⁾	6/30/2022	6/30/2021	% Change ⁽¹⁾
Health and Wellness ⁽²⁾	\$ 635	\$ 670	(5)%	\$ 55	\$ (10)	650%
Household	580	560	4%	96	109	(12)%
Lifestyle	292	290	1%	41	61	(33)%
International	294	282	4%	17	17	—%
Corporate	—	—	—	(80)	(76)	5%
Total	\$ 1,801	\$ 1,802	—%	\$ 129	\$ 101	28%

	Net sales			Earnings (losses) before income taxes		
	Twelve Months Ended			Twelve Months Ended		
	6/30/2022	6/30/2021	% Change ⁽¹⁾	6/30/2022	6/30/2021	% Change ⁽¹⁾
Health and Wellness ^{(2) (3)}	\$ 2,690	\$ 2,980	(10)%	\$ 300	\$ 305	(2)%
Household	1,984	1,981	—%	234	375	(38)%
Lifestyle	1,253	1,218	3%	280	320	(13)%
International ⁽⁴⁾	1,180	1,162	2%	97	201	(52)%
Corporate	—	—	—	(304)	(301)	1%
Total	\$ 7,107	\$ 7,341	(3)%	\$ 607	\$ 900	(33)%

⁽¹⁾ Percentages based on rounded numbers.

⁽²⁾ During the quarter ended June 30, 2021, noncash charges of \$28 (\$21 after tax) were recorded on investments and related arrangements made with a Professional Products business supplier.

⁽³⁾ The earnings (losses) before income taxes for the Health and Wellness segment includes \$329 noncash impairment charges for the Vitamins, Minerals and Supplements business for the twelve months ended June 30, 2021.

⁽⁴⁾ On July 9, 2020, the company increased its investment in each of the two entities comprising its joint venture in the Kingdom of Saudi Arabia (Saudi joint venture). As a result of this transaction, a noncash nonrecurring net gain was recognized of \$82 (\$76 after tax) in Other (income) expense, net in the twelve months ended June 30, 2021, primarily due to the remeasurement of the carrying value of the company's previously held equity investment to fair value.

Condensed Consolidated Balance Sheets

Dollars in millions

	<u>6/30/2022</u>	<u>6/30/2021</u>
	(Unaudited)	
ASSETS		
Current assets		
Cash and cash equivalents	\$ 183	\$ 319
Receivables, net	681	604
Inventories, net	755	752
Prepaid expenses and other current assets	106	154
Total current assets	<u>1,725</u>	<u>1,829</u>
Property, plant and equipment, net	1,334	1,302
Operating lease right-of-use assets	342	332
Goodwill	1,558	1,575
Trademarks, net	687	693
Other intangible assets, net	197	225
Other assets	315	378
Total assets	<u>\$ 6,158</u>	<u>\$ 6,334</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Notes and loans payable	\$ 237	\$ —
Current maturities of long-term debt	—	300
Current operating lease liabilities	78	81
Accounts payable and accrued liabilities	1,469	1,675
Total current liabilities	<u>1,784</u>	<u>2,056</u>
Long-term debt	2,474	2,484
Long-term operating lease liabilities	314	301
Other liabilities	791	834
Deferred income taxes	66	67
Total liabilities	<u>5,429</u>	<u>5,742</u>
Stockholders' equity		
Preferred stock	—	—
Common stock	131	131
Additional paid-in capital	1,202	1,186
Retained earnings	1,048	1,036
Treasury stock	(1,346)	(1,396)
Accumulated other comprehensive net (loss) income	(479)	(546)
Total Clorox stockholders' equity	<u>556</u>	<u>411</u>
Noncontrolling interests	173	181
Total stockholders' equity	<u>729</u>	<u>592</u>
Total liabilities and stockholders' equity	<u>\$ 6,158</u>	<u>\$ 6,334</u>