

Condensed Consolidated Statements of Earnings (Unaudited)

Dollars in millions, except per share amounts

	Three Months Ended		Twelve Months Ended	
	6/30/2007	6/30/2006	6/30/2007	6/30/2006
Net sales	\$ 1,344	\$ 1,319	\$ 4,847	\$ 4,644
Cost of products sold	<u>750</u>	<u>742</u>	<u>2,756</u>	<u>2,685</u>
Gross profit	594	577	2,091	1,959
Selling and administrative expenses	165	186	642	631
Advertising costs	127	126	474	450
Research and development costs	29	26	108	99
Restructuring and asset impairment costs	-	-	13	1
Interest expense	27	32	113	127
Other expense (income), net	<u>7</u>	<u>(4)</u>	<u>(2)</u>	<u>(2)</u>
Earnings from continuing operations before income taxes	239	211	743	653
Income taxes on continuing operations	<u>75</u>	<u>69</u>	<u>247</u>	<u>210</u>
Earnings from continuing operations	164	142	496	443
Earnings from discontinued operations	<u>-</u>	<u>-</u>	<u>5</u>	<u>1</u>
Net earnings	<u>\$ 164</u>	<u>\$ 142</u>	<u>\$ 501</u>	<u>\$ 444</u>
Earnings per common share:				
Basic				
Continuing operations	\$ 1.08	\$ 0.94	\$ 3.28	\$ 2.94
Discontinued operations	<u>-</u>	<u>-</u>	<u>0.03</u>	<u>0.01</u>
Basic net earnings per common share	<u>\$ 1.08</u>	<u>\$ 0.94</u>	<u>\$ 3.31</u>	<u>\$ 2.95</u>
Diluted				
Continuing operations	\$ 1.07	\$ 0.92	\$ 3.23	\$ 2.89
Discontinued operations	<u>-</u>	<u>-</u>	<u>0.03</u>	<u>0.01</u>
Diluted net earnings per common share	<u>\$ 1.07</u>	<u>\$ 0.92</u>	<u>\$ 3.26</u>	<u>\$ 2.90</u>
Weighted average common shares outstanding (in thousands)				
Basic	151,758	150,903	151,445	150,545
Diluted	154,309	153,489	153,935	153,001

Segment Information
(Unaudited)
Dollars in millions

Fourth Quarter

	Net Sales			Earnings/(Losses) from Continuing Operations Before Income Taxes		
	Three Months Ended		%	Three Months Ended		%
	6/30/2007	6/30/2006	Change ⁽¹⁾	6/30/2007	6/30/2006	Change ⁽¹⁾
Household Group - North America	\$550	\$563	-2%	\$171	\$178	-4%
Specialty Group	601	596	1%	187	179	4%
International	193	160	21%	35	28	25%
Corporate	-	-	-	(154)	(174)	-11%
Total Company	<u>\$1,344</u>	<u>\$1,319</u>	<u>2%</u>	<u>\$239</u>	<u>\$211</u>	<u>13%</u>

Year To Date

	Net Sales			Earnings/(Losses) from Continuing Operations Before Income Taxes		
	Twelve Months Ended		%	Twelve Months Ended		%
	6/30/2007	6/30/2006	Change ⁽¹⁾	6/30/2007	6/30/2006	Change ⁽¹⁾
Household Group - North America	\$2,140	\$2,113	1%	\$671	\$671	0%
Specialty Group	1,990	1,892	5%	534	460	16%
International	717	639	12%	141	129	9%
Corporate	-	-	-	(603)	(607)	-1%
Total Company	<u>\$4,847</u>	<u>\$4,644</u>	<u>4%</u>	<u>\$743</u>	<u>\$653</u>	<u>14%</u>

⁽¹⁾ Percentages based on rounded numbers.

Condensed Consolidated Balance Sheets (Unaudited)

Dollars in millions

	<u>6/30/2007</u>	<u>6/30/2006</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 182	\$ 192
Receivables, net	460	435
Inventories	309	292
Other current assets	81	88
Total current assets	<u>1,032</u>	<u>1,007</u>
Property, plant and equipment, net	976	1,004
Goodwill	855	744
Trademarks and other intangible assets, net	613	604
Other assets	190	257
Total assets	<u><u>\$ 3,666</u></u>	<u><u>\$ 3,616</u></u>
Liabilities and Stockholders' Equity (Deficit)		
Current liabilities		
Notes and loans payable	\$ 74	\$ 156
Current maturities of long-term debt	500	152
Accounts payable	329	329
Accrued liabilities	507	474
Income taxes payable	17	19
Total current liabilities	<u>1,427</u>	<u>1,130</u>
Long-term debt	1,462	1,966
Other liabilities	516	547
Deferred income taxes	90	129
Total liabilities	<u>3,495</u>	<u>3,772</u>
Stockholders' equity (deficit)		
Common stock	159	250
Additional paid-in capital	481	397
Retained earnings	185	3,939
Treasury shares	(445)	(4,527)
Accumulated other comprehensive net losses	(209)	(215)
Stockholders' equity (deficit)	<u>171</u>	<u>(156)</u>
Total liabilities and stockholders' equity (deficit)	<u><u>\$ 3,666</u></u>	<u><u>\$ 3,616</u></u>

Note: During the second quarter of fiscal year 2007, Clorox retired 91 million shares of its treasury stock. As a result of the retirement, treasury stock was reduced by \$4,137 and common stock and retained earnings were reduced by \$91 and \$4,046, respectively. There was no impact to the company's overall equity position as a result of the retirement.