Supplemental Information – Balance Sheet

(Unaudited)

As of March 31, 2012

Working Capital Update

	Q3					
	FY 2012 ($ millions)	***FY 2011 ($ millions)***	***Change ($ millions)***	***Days [5] FY 2012***	***Days [5] FY 2011***	***Change***
Receivables, net	$557	$499	$58	34	32	2 days
Inventories, net	$454	$435	$19	50	52	-2 days
Accounts payable [1]	$364	$360	$4	39	41	-2 days
Accrued liabilities	$472	$452	$20			
Total WC [2]	$288	$162	$126			
Total WC % net sales [3]	5.1%	3.1%				
Average WC [2]	$264	$127	$137			
Average WC % net sales [4]	4.7%	2.4%				

- Receivables increased primarily due to increase in sales.
- Inventories increased primarily due to the recent acquisitions of HealthLink and Aplicare, Inc.
- Accrued liabilities increased due to an increase in incentive compensation accruals.

Supplemental Information – Cash Flow

(Unaudited)

For the quarter ended March 31, 2012

Capital expenditures for the third quarter were $37 million versus $70 million in the year-ago quarter.

Depreciation and amortization was $44 million versus $42 million for the year-ago quarter.

Net cash provided by continuing operations in the third quarter decreased to $165 million from $217 million in the year-ago quarter. The year-over-year decrease was primarily due to lower tax payments in the year-ago period.

(1) Days of accounts payable is calculated as follows: average accounts payable / [(cost of products sold + change in inventory) / 90].

(2) Working capital (WC) is defined in this context as current assets minus current liabilities excluding cash, assets held for sale, and short-term debt, based on end of period balances. Average working capital represents a two-point average of working capital.

(3) Represents working capital at the end of the period divided by annualized net sales *(current quarter net sales x 4).*

(4) Represents a two-point average of working capital divided by annualized net sales *(current quarter net sales x 4).*

(5) Days calculations based on a two-point average.