Supplemental Information – Balance Sheet

(Unaudited)

As of December 31, 2011

Working Capital Update

	Q2					
	FY 2012 ($ millions)	***FY 2011 ($ millions)***	***Change ($ millions)***	***Days [5] FY 2012***	***Days [5] FY 2011***	***Change***
Receivables, net	$489	$440	$49	34	35	- 1 days
Inventories, net	$451	$412	$39	54	51	+ 3 days
Accounts payable [1]	$345	$326	$19	42	44	- 2 days
Accrued liabilities	$438	$443	-$5			
Total WC [2]	$240	$92	$148			
Total WC % net sales [3]	4.9%	2.0%				
Average WC [2]	$190	$82	$108			
Average WC % net sales [4]	3.9%	1.7%				

- Receivables increased primarily due to increase in sales.
- Inventories increased primarily due to inventory builds for current year product launches.
- Total working capital increased due to a decrease in income taxes payables.

Supplemental Information – Cash Flow

(Unaudited)

For the quarter ended December 31, 2011

Capital expenditures for the second quarter were $45 million versus $55 million in the year-ago quarter.

Depreciation and amortization was $43 million for both the current and year-ago quarter.

Net cash provided by continuing operations in the second quarter decreased to $37 million from $44 million in the year-ago quarter. The year-over-year decrease was primarily due to changes in working capital.

(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.