

Table 4

Colgate-Palmolive Company

Condensed Consolidated Statements of Cash Flows

For the Twelve Months Ended December 31, 2022 and 2021

(Dollars in Millions) (Unaudited)

	2022	2021
Operating Activities		
Net income including noncontrolling interests	\$ 1,967	\$ 2,338
Adjustments to reconcile Net income including noncontrolling interests to Net cash provided by operations:		
Depreciation and amortization	545	556
Restructuring and termination benefits, net of cash	49	(21)
Stock-based compensation expense	125	135
Gain on the sale of land	(47)	—
Goodwill and intangible assets impairment charges	721	571
Loss on early extinguishment of debt	—	75
Deferred income taxes	(78)	(132)
Cash effects of changes in:		
Receivables	(227)	(84)
Inventories	(333)	(72)
Accounts payable and other accruals	(115)	14
Other non-current assets and liabilities	(51)	(55)
Net cash provided by operations	<u>2,556</u>	<u>3,325</u>
Investing Activities		
Capital expenditures	(696)	(567)
Purchases of marketable securities and investments	(470)	(141)
Proceeds from sale of marketable securities and investments	322	141
Payment for acquisitions, net of cash acquired	(809)	—
Proceeds from the sale of land	47	—
Other investing activities	5	(25)
Net cash used in investing activities	<u>(1,601)</u>	<u>(592)</u>
Financing Activities		
Short-term borrowing (repayment) less than 90 days, net	540	(171)
Principal payments on debt	(406)	(703)
Proceeds from issuance of debt	1,513	699
Dividends paid	(1,691)	(1,679)
Purchases of treasury shares	(1,308)	(1,320)
Proceeds from exercise of stock options	418	424
Other financing activities	(18)	(24)
Net cash used in financing activities	<u>(952)</u>	<u>(2,774)</u>
Effect of exchange rate changes on Cash and cash equivalents	(60)	(15)
Net increase (decrease) in Cash and cash equivalents	(57)	(56)
Cash and cash equivalents at beginning of the period	832	888
Cash and cash equivalents at end of the period	<u>\$ 775</u>	<u>\$ 832</u>
Supplemental Cash Flow Information		
Free cash flow before dividends (Net cash provided by operations less Capital expenditures)		
Net cash provided by operations	2,556	3,325
Less: Capital expenditures	(696)	(567)
Free cash flow before dividends	<u>\$ 1,860</u>	<u>\$ 2,758</u>
Income taxes paid	\$ 945	\$ 890