

Table 4

Colgate-Palmolive Company

Condensed Consolidated Statements of Cash Flows

For the Nine Months Ended September 30, 2023 and 2022

(Dollars in Millions) (Unaudited)

	2023	2022
Operating Activities		
Net income including noncontrolling interests	\$ 1,695	\$ 1,924
Adjustments to reconcile Net income including noncontrolling interests to Net cash provided by operations:		
Depreciation and amortization	417	410
ERISA litigation matter	267	—
Restructuring and termination benefits, net of cash	(17)	51
Stock-based compensation expense	97	105
Gain on sale of land	—	(47)
Deferred income taxes	(109)	(13)
Cash effects of changes in:		
Receivables	(62)	(171)
Inventories	150	(422)
Accounts payable and other accruals	168	9
Other non-current assets and liabilities	3	37
Net cash provided by (used in) operations	<u>2,609</u>	<u>1,883</u>
Investing Activities		
Capital expenditures	(508)	(475)
Purchases of marketable securities and investments	(324)	(239)
Proceeds from sale of marketable securities and investments	264	55
Payment for acquisition, net of cash acquired	—	(817)
Proceeds from sale of land	—	47
Other investing activities	(31)	1
Net cash provided by (used in) investing activities	<u>(599)</u>	<u>(1,428)</u>
Financing Activities		
Short-term borrowing (repayment) less than 90 days, net	(564)	(56)
Principal payments on debt	(903)	(2)
Proceeds from issuance of debt	1,497	1,513
Dividends paid	(1,243)	(1,206)
Purchases of treasury shares	(883)	(895)
Proceeds from exercise of stock options	325	398
Other financing activities	(30)	(38)
Net cash provided by (used in) financing activities	<u>(1,801)</u>	<u>(286)</u>
Effect of exchange rate changes on Cash and cash equivalents	<u>(33)</u>	<u>(63)</u>
Net increase (decrease) in Cash and cash equivalents	176	106
Cash and cash equivalents at beginning of the period	775	832
Cash and cash equivalents at end of the period	<u>\$ 951</u>	<u>\$ 938</u>
Supplemental Cash Flow Information		
Free cash flow before dividends (Net cash provided by operations less Capital expenditures)		
Net cash provided by operations	\$ 2,609	\$ 1,883
Less: Capital expenditures	(508)	(475)
Free cash flow before dividends	<u>\$ 2,101</u>	<u>\$ 1,408</u>
Income taxes paid	\$ 726	\$ 690
Interest paid	\$ 243	\$ 104