

## Consolidated Statements of Cash Flow

for the years ended December 31,

in € millions	See Note	2002	2001	2000
<b>Operating activities from continuing operations:</b>				
Net earnings (loss)		187	(385)	58
Earnings (loss) from operation of discontinued operations, net <sup>(1)</sup>	6	(41)	30	4
Gain on disposal of discontinued operations, net of taxes <sup>(2)</sup>		(14)	(9)	–
Cumulative effect of changes in accounting principles		(19)	–	–
<b>Adjustments to reconcile net earnings (loss) to net cash provided by operating activities:</b>				
Special charges, net of amounts used		(63)	397	(338)
Depreciation and amortization	27	286	390	356
Change in equity of affiliates		46	8	(6)
Deferred income taxes		9	(283)	145
Gain on disposition of assets, net		(12)	(7)	(6)
Writedowns of investments		15	10	–
<b>Changes in operating assets and liabilities:</b>				
Trade receivables, net – third party and affiliates		(64)	284	(55)
Other receivables		(18)	164	(44)
Inventories		4	101	(49)
Trade payables – third party and affiliates		12	(60)	255
Other liabilities		55	(280)	(232)
Income taxes payable		3	159	(35)
Other, net		1	3	(5)
<b>Net cash provided by operating activities</b>		<b>387</b>	<b>522</b>	<b>48</b>
<b>Investing activities from continuing operations:</b>				
Capital expenditures on property, plant and equipment		(218)	(217)	(218)
Acquisitions of businesses and purchase of investment		(125)	(2)	(402)
(Outflow) proceeds on sale of assets		(15)	6	140
Proceeds and repayments of borrowings from disposal of discontinued operations		201	38	–
Proceeds from sale of marketable securities		221	348	427
Purchases of marketable securities		(239)	(298)	(434)
Distributions from affiliates		41	4	–
Other, net		(16)	–	(2)
<b>Net cash used in investing activities</b>		<b>(150)</b>	<b>(121)</b>	<b>(489)</b>
<b>Financing activities from continuing operations:</b>				
Short-term borrowings, net		(154)	(164)	(61)
Proceeds from long-term debt		57	–	271
Payments of long-term debt		(53)	(192)	–
Purchase of treasury stock		(6)	–	(119)
Dividend payments		–	(20)	(6)
Other, net		–	–	(8)
<b>Net cash provided by (used in) financing activities</b>		<b>(156)</b>	<b>(376)</b>	<b>77</b>
Exchange rate effects on cash		(8)	1	16
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>73</b>	<b>26</b>	<b>(348)</b>
Cash and cash equivalents at beginning of year		45	19	367
<b>Cash and cash equivalents at end of year</b>		<b>118</b>	<b>45</b>	<b>19</b>
<b>Net cash provided by (used in) discontinued operations:</b>				
Operating activities		11	(2)	12
Investing activities		(12)	–	(42)
Financing activities		(2)	–	24
<b>Net cash used in discontinued operations</b>		<b>(3)</b>	<b>(2)</b>	<b>(6)</b>

<sup>(1)</sup> Includes a tax benefit of €40 million in 2002, a tax expense of €0 million in 2001, and a tax benefit of €4 million in 2000.

<sup>(2)</sup> Includes tax expenses of €0 million, €5 million and €19 million in 2002, 2001 and 2000, respectively.

See the accompanying notes to consolidated financial statements.