

**Components of Deferred Tax Assets and Liabilities**

(Millions)	2022	2021
Deferred tax assets:		
Accruals not currently deductible		
Employee benefit costs	\$ 232	\$ 237
Product and other claims	610	257
Miscellaneous accruals	117	157
Pension costs	7	351
Stock-based compensation	259	249
Advanced payments	173	286
Net operating/capital loss/state tax credit carryforwards	120	120
Foreign tax credits	112	115
Research and experimentation capitalization	418	—
Lease liabilities	210	219
Product and other insurance receivables	—	48
Inventory	95	68
Other	—	31
Gross deferred tax assets	2,353	2,138
Valuation allowance	(115)	(142)
Total deferred tax assets	2,238	1,996
Deferred tax liabilities:		
Product and other insurance receivables	(3)	—
Accelerated depreciation	(586)	(665)
Intangible assets	(901)	(985)
Currency translation	(69)	—
Right-of-use asset	(210)	(222)
Other	(69)	—
Total deferred tax liabilities	(1,838)	(1,872)
Net deferred tax assets	\$ 400	\$ 124

The net deferred tax assets are included as components of Other Assets and Other Liabilities within the Consolidated Balance Sheet. See Note 7 “Supplemental Balance Sheet Information” for further details.

As of December 31, 2022, the Company had tax effected operating losses, capital losses, and tax credit carryovers for federal (approximately \$12 million), state (approximately \$79 million), and international (approximately \$40 million), with all amounts before limitation impacts and valuation allowances. Federal tax attribute carryovers will expire after one to ten years, the state after one to eleven years, and the international after one year to an indefinite carryover period. As of December 31, 2022, the Company has provided \$115 million of valuation allowance against certain of these deferred tax assets based on management’s determination that it is more-likely-than-not that the tax benefits related to these assets will not be realized.