

Solution:

(1)

RECONCILIATION OF NET INCOME TO NET OPERATING EXPENSE
(Amount in millions of \$)

Name: Clorox Company
For: Fiscal 2011

Particulars	Amount
CASH PROVIDED (USED) BY OPERATIONAL ACTIVITY	
Net Income	235
Depreciation & Amortization	89
Other net non-cash expense	(21)
Adjustment to reconcile net income to net cash provided by operation:	
Decrease in Accounts Receivable	35
Increase in Inventory	(65)
Decrease in Accounts Payable	(136)
Decrease in Income Tax Payable	(11)
Net Cash Provided (used) by Operational Activity	126
