Condensed Consolidated Statements of Earnings (Unaudited)

Dollars in millions, except per share amounts

	Three Months Ended		Six Months Ended	
	12/31/2008	12/31/2007	12/31/2008	12/31/2007
Net sales	$ 1,216	$ 1,186	$ 2,600	$ 2,425
Cost of products sold	730	707	1,552	1,418
Gross profit	486	479	1,048	1,007
Selling and administrative expenses	172	168	356	323
Advertising costs	107	109	226	227
Research and development costs	27	28	54	51
Restructuring and asset impairment costs	1	2	2	27
Interest expense	44	46	86	79
Other expense (income), net	4	(2)	7	(2)
Earnings before income taxes	131	128	317	302
Income taxes	45	36	103	99
Net earnings	$ 86	$ 92	$ 214	$ 203
Earnings per share				
Basic	$ 0.62	$ 0.66	$ 1.55	$ 1.43
Diluted	$ 0.62	$ 0.65	$ 1.52	$ 1.41
Weighted average shares outstanding (in thousands)				
Basic	139,086	138,750	138,772	141,264
Diluted	141,073	141,026	140,941	143,402

Segment Information (Unaudited)

Dollars in millions

Second Quarter

	Net Sales			Earnings/(Losses) Before Income Taxes		
	Three Months Ended		%	Three Months Ended		%
	12/31/2008	12/31/2007	Change [1]	12/31/2008	12/31/2007	Change [1]
North America	$1,007	$977	3%	$273	$257	6%
International	209	209	0%	29	38	-24%
Corporate[2]	-	-	-	(171)	(167)	2%
Total Company	$1,216	$1,186	3%	$131	$128	2%

Year To Date

	Net Sales			Earnings/(Losses) Before Income Taxes		
	Six Months Ended		%	Six Months Ended		%
	12/31/2008	12/31/2007	Change [1]	12/31/2008	12/31/2007	Change [1]
North America	$2,174	$2,026	7%	$602	$543	11%
International	426	399	7%	58	75	-23%
Corporate[2]	-	-	-	(343)	(316)	9%
Total Company	$2,600	$2,425	7%	$317	$302	5%

(1) Percentages based on rounded numbers.

(2) The Corporate segment included $44 and $46 of interest expense for the three months ended Dec. 31, 2008, and 2007, respectively and $86 and $79 of interest expense for the six months ended Dec. 31, 2008, and 2007, respectively.

Condensed Consolidated Balance Sheets (Unaudited)
Dollars in millions

	12/31/2008	6/30/2008	12/31/2007
Assets			
Current assets			
Cash and cash equivalents	$ 97	$ 214	$ 280
Receivables, net	409	505	397
Inventories, net	405	384	421
Other current assets	130	146	117
Total current assets	1,041	1,249	1,215
Property, plant and equipment, net	929	960	967
Goodwill	1,611	1,658	1,595
Trademarks, net	555	560	649
Other intangible assets, net	112	123	145
Other assets	150	158	187
Total assets	$ 4,398	$ 4,708	$ 4,758
Liabilities and Stockholders' Deficit			
Current liabilities			
Notes and loans payable	$ 637	$ 755	$ 1,540
Current maturities of long-term debt	1	-	-
Accounts payable	330	418	312
Accrued liabilities	430	440	389
Income taxes payable	32	48	90
Total current liabilities	1,430	1,661	2,331
Long-term debt	2,718	2,720	2,223
Other liabilities	587	600	596
Deferred income taxes	66	97	162
Total liabilities	4,801	5,078	5,312
Contingencies			
Stockholders' deficit			
Common stock	159	159	159
Additional paid-in capital	548	534	506
Retained earnings	457	386	248
Treasury shares	(1,214)	(1,270)	(1,289)
Accumulated other comprehensive net losses	(353)	(179)	(178)
Stockholders' deficit	(403)	(370)	(554)
Total liabilities and stockholders' deficit	$ 4,398	$ 4,708	$ 4,758