### News Release



Air Products and Chemicals, Inc. 7201 Hamilton Boulevard Allentown, PA 18195-1501 www.airproducts.com

#### Air Products Reports Fiscal Q3 Financial Results

#### **Third Quarter Summary**

- Sales of \$2.5 billion up nine percent versus prior year
- EPS of \$1.36 on a continuing operations basis
- Announced two new LNG heat exchanger orders including first in U.S.
- EPCO acquisition enhances North America Merchant Gases

LEHIGH VALLEY, Pa. (July 23, 2013) – Air Products (NYSE:APD) today reported net income of \$288 million and diluted earnings per share (EPS) of \$1.36, on a continuing operations basis, for its fiscal third quarter ended June 30, 2013, down five\* percent and four\* percent respectively versus prior year.

The discussion of third quarter results and guidance in this release is based on non-GAAP continuing operations. A reconciliation to GAAP results can be found on pages four and five of this release.\*

Third quarter revenues of \$2,547 million increased nine percent versus prior year, with underlying sales down two percent due to the previously announced decision to exit the Polyurethane Intermediates (PUI) business. Acquisitions contributed six percent, and higher energy cost pass-through increased sales five percent. Operating income of \$383 million decreased three percent versus prior year. Operating margin of 15 percent was down 200 basis points versus prior year, primarily on higher pension costs, higher energy pass-through, acquisitions and under-recovery of higher power costs in Merchant Gases.

Sequential sales increased three percent, primarily due to seasonally stronger volumes in Merchant Gases and Performance Materials. Operating income declined two percent sequentially on higher Merchant costs and pension costs.

Commenting on the third quarter, John McGlade, chairman, president and chief executive officer, said, "Productivity and solid execution offset continued economic weakness, enabling us to deliver earnings within guidance. We remain focused on delivering on our commitments and executing on our \$3 billion backlog—and we expect these projects to be immediately accretive to earnings and cash flow as they come online. As stated previously, we are actively assessing additional actions that we can take that would result in increased value to our shareholders. While our review continues, we have already identified further actions we expect to take to improve margins and returns."

- Merchant Gases sales of \$1,033 million increased 18 percent versus the prior year on stronger volumes and the Indura acquisition. Underlying sales increased two percent, primarily in the U.S. and Canada. Operating income of \$165 million was flat versus prior year, with Indura profits and the higher volumes offset by higher pension costs and under-recovery of higher power costs.
   Sequentially, sales increased three percent as stronger volumes more than offset the effect of unfavorable currency. Operating income was down two percent sequentially, primarily on higher costs.
- **Tonnage Gases** sales of \$846 million increased ten percent versus the prior year on higher energy pass-through, partially offset by lower PUI volumes. Operating income of \$120 million decreased 11 percent versus prior year and was down two percent, excluding PUI, mainly due to planned maintenance costs due to scheduled customer outages. Sequential sales increased five percent due to

higher energy pass-through. Sequential operating income was flat, excluding PUI, with bonus reliability payment timing offset by lower overhead costs.

- **Electronics and Performance Materials** sales of \$566 million declined six percent versus prior year, primarily due to lower Electronics process materials volumes and equipment sales. Operating income of \$87 million decreased four percent versus prior year on lower Electronics volumes and Performance Materials price and product mix. Sequential sales increased three percent primarily on higher volumes. Sequential operating income increased 12 percent, largely on higher volumes in Electronics materials and Performance Materials.
- **Equipment and Energy** sales of \$104 million increased nine percent versus prior year, primarily due to higher LNG project activity. Operating income of \$16 million was up 63 percent versus prior year on the higher LNG project activity and lower development spending. Sequentially, sales decreased 16 percent and operating income declined 22 percent due to lower project activity. The sales backlog of \$327 million is unchanged versus prior quarter.

#### **Outlook**

Looking ahead, McGlade said, "While our outlook for the remainder of our fiscal year continues to be tempered by the modest economic growth, our focus on increasing shareholder value remains unwavering. Our emphasis on cost reduction, productivity improvement and disciplined project execution remain key priorities. Our future prospects are solid given our record project backlog and the significant leverage in our existing assets."

Air Products expects fourth quarter adjusted EPS from continuing operations to be between \$1.44 and \$1.50 per share. The company's adjusted guidance for continuing operations for fiscal 2013 is a range of \$5.47 to \$5.53 per share.

Access the Q3 earnings teleconference scheduled for 10:00 a.m. Eastern Time on July 23 by calling 719-325-2332 and entering pass code 5859980, or access event details on our website.

#### **About Air Products**

Air Products (NYSE:APD) provides atmospheric, process and specialty gases; performance materials; equipment; and technology. For over 70 years, the company has enabled customers to become more productive, energy efficient and sustainable. More than 20,000 employees in over 50 countries supply innovative solutions to the energy, environment and emerging markets. These include semiconductor materials, refinery hydrogen, coal gasification, natural gas liquefaction, and advanced coatings and adhesives. In fiscal 2012, Air Products had sales approaching \$10 billion. For more information, visit www.airproducts.com.

**Note:** This release contains "forward-looking statements" within the safe harbor provisions of the Private Securities Litigation Reform Act of 1995, including statements about earnings guidance and business outlook. These forward-looking statements are based on management's reasonable expectations and assumptions as of the date of this release. Actual performance and financial results may differ materially from projections and estimates expressed in the forward-looking statements because of many factors not anticipated by management, including, without limitation, further deterioration in global or regional economic and business conditions; weakening demand for the Company's products and services; future financial and operating performance of major customers; unanticipated contract terminations or customer cancellations or postponement of projects and sales; the success of commercial negotiations; asset impairments or losses due to a decline in profitability of or demand for certain of the Company's products or businesses, or specific product or customer events; the impact of competitive products and pricing; interruption in ordinary sources of supply of raw materials; the ability to recover unanticipated increased energy and raw material costs from customers; costs and outcomes of litigation or regulatory investigations; the success of productivity programs; the timing, impact, and other uncertainties of future acquisitions or divestitures; significant fluctuations in interest rates and foreign currencies from

that currently anticipated; the impact of changes in environmental, tax or other legislation and regulations in jurisdictions in which the Company and its affiliates operate; the impact on the effective tax rate of changes in the mix of earnings among our U.S. and international operations; and other risk factors described in the Company's Form 10K for its fiscal year ended September 30, 2012. The Company disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statements contained in this document to reflect any change in the Company's assumptions, beliefs or expectations or any change in events, conditions, or circumstances upon which any such forward-looking statements are based.

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### RECONCILIATION NON-GAAP MEASURE

(Unaudited)

		Q3								
	Continuing Operations									
	OI	erating	Operating			D	iluted			
	I	ncome	Margin <sup>(a)</sup>	I	ncome		EPS			
2013 GAAP	\$	383.1	15.0%	\$	287.8	\$	1.36			
2012 GAAP		482.8	20.6%		357.2		1.66			
Change GAAP	\$	(99.7)	(560bp)	\$	(69.4)	\$	(.30)			
% Change GAAP		(21)%			(19)%		(18)%			
-	<del></del>				_		<del></del>			
2013 GAAP	\$	383.1	15.0%	\$	287.8	\$	1.36			
2013 Non-GAAP Measure	\$	383.1	15.0%	\$	287.8	\$	1.36			
2012 GAAP	\$	482.8	20.6%	\$	357.2	\$	1.66			
Gain on previously held equity interest (tax impact \$31.3)		(85.9)	(3.6)%		(54.6)		(.25)			
2012 Non-GAAP Measure	\$	396.9	17.0%	\$	302.6	\$	1.41			
Change Non-GAAP Measure	\$	(13.8)	(200bp)	\$	(14.8)	\$	(.05)			
% Change Non-GAAP Measure	·	(3)%			(5)%		(4)%			

<sup>(</sup>a) Operating margin is calculated by dividing operating income by sales.

ELECTRONICS AND PERFORMANCE MATERIALS	Q3		
	_	erating	
	Income		
2013 GAAP	\$	86.8	
2012 GAAP		176.7	
Change GAAP	\$	(89.9)	
% Change GAAP		(51)%	
2013 GAAP	\$	86.8	
2013 Non-GAAP Measure	\$	86.8	
2012 GAAP Gain on previously held equity interest	\$	176.7 (85.9)	
2012 Non-GAAP Measure	\$	90.8	
Change Non-GAAP Measure	\$	(4.0)	
	Ψ	\ /	
% Change Non-GAAP Measure		(4)%	

<sup>\*</sup> The presentation of non-GAAP measures is intended to enhance the usefulness of financial information by providing measures which our management uses internally to evaluate our baseline performance on a comparable basis. Presented below are reconciliations of the reported GAAP results to the non-GAAP measures.

#### **Capital Expenditures**

We utilize a non-GAAP measure in the computation of capital expenditures and include spending associated with facilities accounted for as capital leases and purchases of noncontrolling interests. Certain contracts associated with facilities that are built to provide product to a specific customer are required to be accounted for as leases and such spending is reflected as a use of cash within cash provided by operating activities, if the arrangement qualifies as a capital lease. Additionally, the purchase of noncontrolling interests in a subsidiary is accounted for as an equity transaction and will be reflected as a financing activity in the statement of cash flows.

The presentation of this non-GAAP measure is intended to enhance the usefulness of information by providing a measure which our management uses internally to evaluate and manage our expenditures.

Below is a reconciliation of capital expenditures on a GAAP basis to a non-GAAP measure.

		Three Months Ended			Nine Mor	Ended				
		30 June			30 June			30 .	June	:
(Millions of dollars)		2013		2012	2013		2012			
Capital expenditures - GAAP basis	\$	533.7	\$	733.2	\$ 1,240.8	\$	1,515.7			
Capital lease expenditures		52.4		63.9	179.1		139.9			
Purchase of noncontrolling interests		12.3		-	12.6		6.3			
Capital expenditures - Non-GAAP basis	\$	598.4	\$	797.1	\$ 1,432.5	\$	1,661.9			

	FY2	2013 Forecast	FY2012
Capital expenditures - GAAP basis	\$	1,650-1,750 \$	2,559.8
Capital lease expenditures/Purchase of noncontrolling interests		250-350	218.5
Capital expenditures - Non-GAAP basis	\$	1,900-2,100 \$	2,778.3

# AIR PRODUCTS AND CHEMICALS, INC. and Subsidiaries CONSOLIDATED INCOME STATEMENTS (Unaudited)

		Three Months Ended 30 June				Nine Months Ended 30 June		
(Millions of dollars, except for share data)		2013		2012		2013		2012
Sales	\$	2,547.3	\$	2,340.1	\$	7,593.9	\$	7,005.9
Cost of sales		1,875.5		1,690.8		5,589.2		5,128.9
Selling and administrative		271.3		230.4		806.1		698.8
Research and development		33.5		32.5		99.1		90.3
Business restructuring and cost reduction plans		-		-		_		86.8
Gain on previously held equity interest		-		85.9		_		85.9
Other income, net		16.1		10.5		45.7		37.5
Operating Income		383.1		482.8		1,145.2		1,124.5
Equity affiliates' income		44.2		41.7		125.4		114.3
Interest expense		35.4		26.0		106.4		84.8
<b>Income from Continuing Operations before Taxes</b>		391.9		498.5		1,164.2		1,154.0
Income tax provision		94.1		133.3		282.1		269.5
Income from Continuing Operations		297.8		365.2		882.1		884.5
<b>Income from Discontinued Operations</b> , net of tax		.6		127.3		3.1		166.5
Net Income		298.4		492.5		885.2		1,051.0
Less: Net Income Attributable to Noncontrolling Interests		10.0		8.0		28.1		22.4
Net Income Attributable to Air Products	\$	288.4	\$	484.5	\$	857.1	\$	1,028.6
Net Income Attributable to Air Products Income from continuing operations Income from discontinued operations Net Income Attributable to Air Products	\$	287.8 .6 288.4	\$	357.2 127.3 484.5	\$	854.0 3.1 857.1	\$	862.1 166.5 1,028.6
Basic Earnings Per Common Share Attributable to Air Products	Φ.	1.00	Φ.	4.50	Φ.	4.00	Φ.	4.00
Income from continuing operations	\$	1.38	\$	1.69	\$	4.08	\$	4.08
Income from discontinued operations	Φ.	- 1.20		.60	Φ.	.02	Φ.	.79
Net Income Attributable to Air Products	\$	1.38	\$	2.29	\$	4.10	\$	4.87
Diluted Earnings Per Common Share Attributable to Air Products								
Income from continuing operations	\$	1.36	\$	1.66	\$	4.03	\$	4.02
Income from discontinued operations				.60		.01		.77
Net Income Attributable to Air Products	\$	1.36	\$	2.26	\$	4.04	\$	4.79
Weighted Average Common Shares- Basic (in millions)		209.4		211.5		209.3		211.0
Weighted Average Common Shares- Diluted (in millions)		211.9		214.7		211.9		214.6
Dividends Declared Per Common Share – Cash	\$	.71	\$	.64	\$	2.06	\$	1.86
Other Data from Continuing Operations Depreciation and amortization Capital expenditures on a Non-GAAP basis (see page 5 for reconciliation)	\$	229.7 598.4	\$	212.2 797.1	\$	674.4 1,432.5	\$	620.5 1,661.9

# AIR PRODUCTS AND CHEMICALS, INC. and Subsidiaries CONSOLIDATED BALANCE SHEETS (Unaudited)

(Millions of dollars)	30 June 2013	30 September 2012
Assets		
Current Assets		
Cash and cash items	\$ 418.8	\$ 454.4
Trade receivables, net	1,616.0	1,544.7
Inventories	705.9	786.6
Contracts in progress, less progress billings	166.2	190.8
Prepaid expenses	137.1	81.7
Other receivables and current assets	428.3	342.0
Current assets of discontinued operations	8.4	15.6
Total Current Assets	3,480.7	3,415.8
Investment in net assets of and advances to equity affiliates	1,203.3	1,175.7
Plant and equipment, at cost	18,867.7	18,046.2
Less: accumulated depreciation	10,202.0	9,805.6
Plant and equipment, net	8,665.7	8,240.6
Goodwill	1,615.1	1,598.4
Intangible assets, net	716.9	761.6
Noncurrent capital lease receivables	1,441.9	1,328.9
Other noncurrent assets	348.3	393.6
Noncurrent assets of discontinued operations	19.4	27.2
Total Noncurrent Assets	14,010.6	13,526.0
Total Assets	\$ 17,491.3	\$ 16,941.8
Liabilities and Equity		
Current Liabilities		
Payables and accrued liabilities	\$ 1,811.0	\$ 1,927.7
Accrued income taxes	61.5	48.5
Short-term borrowings	1,406.0	633.4
Current portion of long-term debt	76.1	74.3
Current liabilities of discontinued operations	3.1	6.0
Total Current Liabilities	3,357.7	2,689.9
Long-term debt	4,648.2	4,584.2
Other noncurrent liabilities	1,707.5	1,980.9
Deferred income taxes	714.7	670.8
Noncurrent liabilities of discontinued operations		.2
Total Noncurrent Liabilities	7,070.4	7,236.1
Total Liabilities	10,428.1	9,926.0
Redeemable Noncontrolling Interest	371.8	392.5
Air Products Shareholders' Equity	6,540.8	6,477.2
Noncontrolling Interests	150.6	146.1
Total Equity	6,691.4	6,623.3
Total Liabilities and Equity	\$ 17,491.3	\$ 16,941.8

# AIR PRODUCTS AND CHEMICALS, INC. and Subsidiaries CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

Part	(Unaudited)	Nine Months Ended					
Poperation Activities         \$ 885.2         \$ 1,005.0           Less: Net income attributable to nair Products         28.1         22.4           Not income attributable to nair Products         36.7         1,028.6           Income from discontinuola operations         3(3)         1,056.5           Income from discontinuola operations attributable to Air Products         67.4         620.5           Adjustments to reconcile income to cash provided by operating activities:         67.4         620.5           Depreciation and amortization         8.4         113.1           Gain on previously held equity interest         6.7         68.9           Gain on previously held equity interest         33.0         36.2           Undistributed carnings of unconsolidated affiliates         (47.6)         42.8           Noncurrent capital lease receivables         (47.6)         74.4           Ober adjustments         (88.9)         71.9           Traile receivables         (88.9)         71.9           Noncurrent capital lease receivables         (88.9)         71.9           Ober adjustments         (88.9)         71.9           Traile receivables         (88.9)         71.9           Ober adjustments         (88.9)         71.9           Invalidation in prog	(Millions of dollars)			June	2012		
Income         \$885.2         \$1,012.0           Less: Not income attributable to nointroducting interest         \$857.1         \$1,028.6           Income from continuing operations attributable to Air Products         \$854.0         \$82.0           Algustments to reconcile income to cash provided by operating activities:         67.4         \$62.0           Perspeciation and amoritzation         67.4         \$62.0           Deferred income taxes         67.4         \$62.0           Benefit from Spanish tax ruling         67.4         \$62.0           Ginn on previously held equity interest         (47.6)         \$62.0           Other adjustments         (47.6)         \$62.0           Noncurrent capital lesses receivables         (47.6)         \$62.0           Noncurrent capital lesses receivables         68.5         \$1.0           Noncurrent capital lesses receivables         68.5         \$1.0           Noncurrent capital lesses receivables         68.5         \$1.0           Obter activations         68.5         \$1.0           Investories         68.5         \$1.0           Obter ceivables         68.5         \$1.0           Obter ceivables         68.5         \$1.0           Other ceivables         15.2         \$1.5			2013		2012		
Insert Notime durithubable to air Products         28,1         20,3           Notime mome discontinuola operations         35,1         10,3           Income from ciscontinuola operations attributable to Air Products         8,8         2,8           Adjustments to reconcile income to cash provided by operating activities:         7         7           Depercation and amorization         8,4         113,1           Benefit from Spanish tax ruling         8,4         113,1           Gain on previously held equity interest         3,0         6,2           Guin on previously held equity interest         3,0         6,2           Gain on previously held equity interest         3,0         6,2           Observation of a ministry of the consolidated affiliates         4,7         2,2           Share-based compensation         3,0         2,2           Noncurrent capital changes that provided (used) cash, excluding effects of acquisitions and divestitures         8,8         1,8           Tradar exceptables         6,5         8,5         1,8           Contracts in progress, less progress billings         6,5         8,6         1,8           Contracts in progress, less progress billings         1,0         1,0         2,0           Contracts in progress, less progress billings         1,0         1,0<		\$	885.2	\$	1.051.0		
Note		Ψ		Ψ			
Income from discontinued operations attributable to Air Products   Set 10   Set 10		\$		\$			
Income from continuing operations attributable to Air Products		Ψ		Ψ			
Page		\$		\$			
Depreciation and amortization         674.4         620.5           Deferred income taxes         8.4         13.1           Benefit from Spanish tax ruling         -         (58.3)           Gain on previously held equity interest         -         (58.9)           Undistributed earnings of unconsolidated affiliates         47.6)         42.8           Share-based compensation         33.0         36.2           Noncurrent capital lease receivables         101.7         74.4           Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         88.5         (18.8)           Trade receivables         68.5         (18.8)         10.8           Inventiors         68.5         (18.8)         10.6           Contracts in progress, less progress billings         (5.9)         8.6         10.6           Other receivables         (5.9)         8.6         10.8           Payables and accrued liabilities         (5.9)         8.6         10.8           Other receivables         (5.9)         8.6         10.1           Payables and accrued liabilities         (1.1         10.5         10.2           Payable and accrued liabilities         (1.1         10.1         10.1         10.1							
Berefit income taxes         8.4         113.1           Benefit from Spanish tax ruling         .         (85.8)           Gain on previously held equity interest         (47.6)         (42.8)           Undistributed earnings of unconsolidated affiliates         (47.6)         (42.8)           Share-based compensation         33.0         36.2           Noncurrent capital lease receivables         (16.7)         7.4           Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         88.5         (18.8)           Trade receivables         (88.9)         (17.9)           Contracts in progress, less progress billings         (3.9)         (16.7)           Other receivables         (65.9)         8.6           Contract in progress, less progress billings         (3.9)         9.0           Other working capital         (19.9)         29.8           Payables and accrued liabilities         (3.9)         10.0           Other working capital         (19.8)         30.0           Other working capital         (19.8)         30.8           Pension plan contributions         (2.8)         31.6           Activities         (1.16.6)         11.16.2           Investment in and advances to unconsolidated affiliates<			674.4		620.5		
Gain on previously held equity interest         4,6         (42,8)           Undistributed earnings of unconsolidated affiliates         4,7         (42,8)           Share-based compensation         33.0         36.2           Noncurrent capital lease receivables         10.17         7.4           Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         88.9         (71.9)           Trade receivables         68.5         (18.8)           Contracts in progress, less progress billings         66.5         8.6           Cother receivables         65.9         8.6           Payables and accrued liabilities         (19.9)         29.8           Payables and accrued liabilities         (19.9)         29.8           Pension plan contributions         (25.6)         (16.5)           Activities         (19.9)         29.8           Pension plan contributions         (25.6)         (17.8)           Acquisitions, less cash acquired         (11.54)         (1,16.5)           Investing Activities         (25.6)         (27.8)           Proceds from sale of assets and investments         (28.0)         -           Cash Used for Investing Activities         (28.0)         -           Payments on long-term debt proce			8.4		113.1		
Undistributed earnings of unconsolidated affiliates         (47.6)         (42.8)           Share-based compensation         36.2         Noncurrent capital lease receivables         (124.2)         (204.1)           Other adjustments         16.7         74.4           Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         (88.9)         (71.9)           Inventiories         (88.9)         (71.9)         (16.7)           Contracts in progress, less progress billings         (3.9)         (16.7)         (3.9)         (16.7)           Other receivables         (13.9)         3.0         (16.7)         (3.8)         3.0           Other crecivables         (13.9)         3.0         (16.7)         (3.8)         3.0           Other crecivables         (13.9)         3.0         (16.7)         (3.8)         3.0           Other crecivables         (25.8)         (3.16)         (3.16)         3.0         (3.6)         3.0         (3.6)         4.0         3.0         (3.6)         4.0         3.0         (3.6)         4.0         4.0         4.0         4.0         4.0         4.0         4.0         4.0         4.0         4.0         4.0         4.0         4.0         4.0 <t< td=""><td>Benefit from Spanish tax ruling</td><td></td><td>-</td><td></td><td>(58.3)</td></t<>	Benefit from Spanish tax ruling		-		(58.3)		
Share-based compensation         33.0         36.2           Noncurred capital lease receivables         16.7         74.4           Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         Trade receivables         68.5         1(18.9)           Inventories         68.5         1(18.0)         10.6         10.7         20.0         10.0	Gain on previously held equity interest		-		(85.9)		
Noncurrent capital lease receivables         (1242)         (2041)           Other adjustments         161.7         74.4           Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         88.9         (71.9)           Trade receivables         68.5         (18.8)           Inventories         68.5         (18.8)           Contracts in progress, less progress billings         3.9         (16.7)           Other crecivables         (139.8)         30.0           Other working capital         (19.9)         29.8           Pension plant contributions         (258.6)         (31.0)           Cash Provided by Operating Activities         1,051.2         1,244.6           Investing Activities         (12.5)         (17.83)           Acquisitions, less cash acquired         (12.5)         (17.38)           Investment in and advances to unconsolidated affiliates         2.2         (175.4)           Proceds from sale of assets and investments         2.2         (175.4)           Proceds from sale of assets and investments         2.2         (175.4)           Proceds from sale of assets and investments         2.2         (175.4)           Proceds from sale for brestricted cash         (2.8)         (2.8)	Undistributed earnings of unconsolidated affiliates		(47.6)		(42.8)		
Other adjustments         161.7         74.4           Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         7.7.4         7.7.4           Trade receivables         (88.9)         (71.9)           Contracts in progress, less progress billings         (6.9)         8.6           Payables and accrued liabilities         (6.9)         8.6           Payables and accrued liabilities         (19.9)         2.9.8           Payables and accrued liabilities         (19.9)         2.9.8           Payables and accrued liabilities         (19.9)         2.9.8           Pension plan contributions         (25.6)         (31.6)           Cash Provided by Operating Activities         (1,15.4)         (1,16.5)         (1.24.6)           Investing Activities         (1,11.5.4)         (1,16.5.)         (1.7.8.8)           Acquisitions, less cash acquired         (12.5.2)         (17.5.4)         (1.9.5.2)         (17.5.4)           Investing Activities         2.2         (17.5.4)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)         (1.2.1.8.2)<	Share-based compensation		33.0		36.2		
Working capital changes that provided (used) cash, excluding effects of acquisitions and divestitures:         (88.9)         (71.9)           Trade receivables         (68.5)         (18.8)           Contracts in progress, less progress billings         (3.9)         (16.7)           Other receivables         (13.9)         3.0           Payables and accrued liabilities         (19.9)         2.8           Pension plan contributions         (25.6)         (31.6)           Cash Provided by Operating Activities         1,051.2         1,24.6           Investing Activities         (1,115.4)         (1,65.5)           Acquisitions, less cash acquired         (12.5)         (17.3)           Investment in and advances to unconsolidated affiliates         2         (17.5)           Proceds from sale of assets and investments         2.1         (17.6)           Change in restricted cash         (2.8)         (2.8)         (2.8)           Proceds from sale of sasets and investments         (2.8)         (2.8)         (2.8)           Chapier investing activities         (2.8)         (3.16)         (4.16.1)           Proceds from sale of sasets and investments         (2.8)         (4.5)         (4.5)           Chapier investing activities         (2.8)         (2.8)         (4.5)			(124.2)		(204.1)		
Trace receivables         (88.9)         (71.9)           Inventories         68.5         (18.8)           Contracts in progress, less progress billings         (3.9)         (16.7)           Other receivables         (65.9)         8.6           Payables and accrued liabilities         (19.9)         29.8           Pension plan contributions         (25.6)         (31.6)           Cash Provided by Operating Activities         1,051.2         1,244.6           Investing Activities         1         (12.5.6)         (17.3)           Additions to plant and equipment         (12.5.6)         (17.3)         (17.8)           Investing Activities         2.2         (175.4)           Proceeds from sale of assets and investments         2.2         (175.4)           Investment in and advances to unconsolidated affiliates         2.2         (175.4)           Proceeds from sale of assets and investments         2.2         (175.4)           Chage in restricted cash         2.8         -           Other investing Activities         (2.8)         -           Long-term debt proceeds         5.2.1         (40.6)           Payments on long-term debt         (41.5)         (47.7)           Net increase (decrease) in commercial paper and short-term bo			161.7		74.4		
Inventories         68.5         (18.8)           Contracts in progress, less progress billings         (3.9)         (16.7)           Other receivables         (65.9)         8.6           Payables and accrued liabilities         (13.98)         30.0           Other working capital         (19.9)         29.8           Pension plan contributions         (28.66)         (31.0)           Cash Provided by Operating Activities         1,051.2         1,244.6           Investment in an ad advances to unconsolidated affiliates         (1,115.4)         (1,166.5)           Acquisitions, less cash acquired         (12.56)         (17.38)           Investment in and advances to unconsolidated affiliates         2         (17.54)           Proceeds from sale of assets and investments         2.5         1.3           Change in restricted cash         2.2         (17.54)           Other investing activities         2.2.8         -           Cash Used for Investing Activities         3.2.1         4.09.6           Payments on long-term debt         (2.8.8)         1.15.1           Cong-term debt proceeds         52.1         4.09.6           Payments on long-term debt         (3.1.6)         (41.6.8)         (37.9)           Purchase of treasury shares							
Contracts in progress, less progress billings         (3.9)         (16.7)           Other receivables         (65.9)         8.6           Payables and accrued liabilities         (139.8)         30.0           Other working capital         (19.9)         29.8           Pension plan contributions         (258.6)         (3.6)           Cash Provided by Operating Activities         1.05.12         1.244.6           Investing Activities         (11.54)         (1.165.5)           Additions to plant and equipment         (12.56)         (173.8)           Investing Activities         2         (175.4)           Proceeds from sale of assets and investments         2         (175.4)           Chaquisitions, less cash acquired         (2.8)         -           Investment in and advances to unconsolidated affiliates         2         (175.4)           Proceeds from sale of assets and investments         2         (175.4)           Chaquistions, less cash acquired         (2.8)         (2.8)         -           Chapterin westing Activities         2         (2.8)         -           Chapterin westing Activities         2         (2.8)         (1.41.5)           Long-term debt proceeds         52.1         409.6         409.6			, ,		` '		
Other receivables         (65.9)         8.6           Payables and accrued liabilities         (139.8)         30.0           Other working capital         (19.9)         29.8           Pension plan contributions         (258.6)         (31.6)           Cash Provided by Operating Activities         1.051.2         1.244.6           Investing Activities         (1.15.4)         (1.16.5.5)           Acquisitions to plant and equipment         (1.15.4)         (1.16.5.3)           Acquisitions, less cash acquired         (125.6)         (17.8)           Investment in and advances to unconsolidated affiliates         2.2         (17.8)           Proceds from sale of assets and investments         2.54         13.5           Change in restricted cash         2.5         13.5           Chapegin restricted cash         2.5         (1.6.5)           Other investing activities         2.2         (1.4.1.5)           Long-term debt proceeds         52.1         409.6           Payment son long-term debt proceeds         52.1         409.6           Payment debt proceeds         52.1         409.6           Payment debt proceeds         2.1         40.5           Payment debt proceeds         3.8         4.1           Pro							
Payables and accrued liabilities         (139.8)         30.0           Other working capital         (19.9)         29.8           Pension plan contributions         (256.6)         (31.6)           Cash Provided by Operating Activities         1,051.2         1,244.6           Investing Activities         1,155.4         (1,165.5)           Additions to plant and equipment         (1,115.4)         (1,166.5)           Acquisitions, less cash acquired         (125.6)         (173.8)           Investment in and advances to unconsolidated affiliates         2         (175.8)           Proceeds from sale of assets and investments         2.8         (2.8)         -           Change in restricted cash         (2.8)         -         6.09           Other investing activities         (2.8)         -         6.09           Change in restricted cash         (2.8)         -         6.09           Other investing activities         (2.8)         -         6.09           Other investing activities         52.1         409.6         40.6         6.0         7.0         6.0         7.0         6.0         7.0         6.0         7.0         6.0         7.0         6.0         7.0         6.0         7.0         6.0         7.0<					` '		
Other working capital         (19.9)         29.8           Pension plan contributions         (25.6)         (31.6)           Cash Provided by Operating Activities         1,051.2         1,244.6           Investing Activities         1         (1,115.4)         (1,166.5)           Acquisitions, less cash acquired         (125.0)         (17.8)           Acquisitions, less cash acquired         2         (17.5)           Proceeds from sale of assets and investments         2.5         1.5           Change in restricted cash         2.8         6.09           Other investing activities         (2.8)         -           Cash Used for Investing Activities         (2.8)         -           Financing Activities         (2.8)         -           End used for Investing Activities         52.1         40.6           Payments on long-term debt         (41.5)         (47.6)           Net increase (decrease) in commercial paper and short-term borrowings         78.0         (17.5)           Dividends paid to shareholders         (416.8)         (37.9)           Purchase of treasury shares         (46.6)         (5.3.1)           Proceeds from stock option exercises         13.3         88.7           Execs tax benefit from share-based compensation							
Pension plan contributions         (258.6)         (31.6)           Cash Provided by Operating Activities         1,051.2         1,244.6           Investing Activities         8           Additions to plant and equipment         (1,15.4)         (1,166.5)           Acquisitions, less cash acquired         (125.6)         (173.8)           Investment in and advances to unconsolidated affiliates         2         (175.4)           Proceeds from sale of assets and investments         25.4         13.5           Change in restricted cash         6.9         60.9           Other investing activities         (2.8)         -           Cash Used for Investing Activities         (1,218.2)         (1,411.3)           Financing Activities         522.1         409.6           Long-term debt proceeds         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         171.5           Dividends paid to shareholders         461.6         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from nonc							
Cash Provided by Operating Activities         1,051.2         1,244.6           Investing Activities         (1,115.4)         (1,166.5)           Additions to plant and equipment         (125.6)         (173.8)           Acquisitions, less cash acquired         (125.6)         (173.8)           Investment in and advances to unconsolidated affiliates         2.         (175.4)           Proceeds from sale of assets and investments         25.4         13.5           Change in restricted cash         -         60.9           Other investing activities         (2.8)         -           Cash Used for Investing Activities         (1,218.2)         (1,441.3)           Financing Activities         (2.8)         -           Long-term debt proceeds         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (461.6)         (53.1)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment			` '				
Investing Activities							
Additions to plant and equipment         (1,115.4)         (1,166.5)           Acquisitions, less cash acquired         (125.6)         (173.8)           Investment in and advances to unconsolidated affiliates         2.2         (175.4)           Proceeds from sale of assets and investments         25.4         13.5           Change in restricted cash         -         60.9           Other investing activities         (2.8)         -           Cash Used for Investing Activities         (1218.2)         (1441.3)           Financing Activities         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (461.6)         (53.1)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         13.3         32.1           Cash Provided by Quest for Financing Activities         13.3         32.			1,051.2		1,244.6		
Acquisitions, less cash acquired         (125.6)         (173.8)           Investment in and advances to unconsolidated affiliates         2         (175.4)           Proceeds from sale of assets and investments         25.4         13.5           Change in restricted cash         6.0.9           Other investing activities         (2.8)         -           Cash Used for Investing Activities         (1,218.2)         (1,41.3)           Financing Activities         (2.8)         (40.6)           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         12.1         (63.6)           Cash provided by (Used for) Financing Activities         13.3         32.1           Cash provided by operating activities         1.2         766.4			(1.115.4)		(1.166.5)		
Investment in and advances to unconsolidated affiliates         2         (175.4)           Proceeds from sale of assets and investments         25.4         13.5           Change in restricted cash         -         60.9           Other investing activities         (2.8)         -           Cash Used for Investing Activities         (1,218.2)         (1,441.3)           Financing Activities         522.1         409.6           Long-term debt proceeds         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (461.6)         (53.1)           Purchase of treasury shares         (461.6)         (53.1)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         125.1         (637.6)           Cash Provided by (Used for) Financing Activities         125.1         (637.6) <td></td> <td></td> <td></td> <td></td> <td></td>							
Proceeds from sale of assets and investments         25.4         13.5           Change in restricted cash         c         60.9           Other investing activities         (2.8)         -           Cash Used for Investing Activities         (1218.2)         (1,41.3)           Financing Activities         2         409.6           Payments on long-term debt proceeds         522.1         409.6           Payments on long-term debt         (416.8)         (379.4)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         125.1         (637.6)           Cash Provided by (Used for) Financing Activities         13.3         32.1           Cash provided by operating activities         13.3         32.1           Cash provided by financing activities         1.2         766.4 <tr< td=""><td></td><td></td><td></td><td></td><td></td></tr<>							
Change in restricted cash Other investing activities         -         60.9           Other investing activities         (2.8)         -           Example Medical Formation of Investing Activities         (1,248.2)         -           Financing Activities         522.1         409.6           Payments on long-term debt proceeds         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (461.6)         (53.1)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         125.1         (637.6)           Cash Provided by (Used for) Financing Activities         125.1         (637.6)           Discontinued Operations         13.3         32.1           Cash provided by investing activities         1.3         32.1           Cash provided by financing activities         1.2         766.4 </td <td></td> <td></td> <td></td> <td></td> <td></td>							
Other investing activities         (2.8)         -           Cash Used for Investing Activities         (1,218.2)         (1,441.3)           Financing Activities         ***         ***           Long-term debt proceeds         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         (28.8)         (16.1)           Cash Provided by (Used for) Financing Activities         125.1         (637.6)           Discontinued Operations         13.3         32.1           Cash provided by operating activities         13.3         32.1           Cash provided by financing activities         1.2         766.4           Cash Provided by placontinued Operations         12.1         798.5			23.4				
Cash Used for Investing Activities         (1,218.2)         (1,441.3)           Financing Activities         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         (28.8)         (16.1)           Cash Provided by (Used for) Financing Activities         125.1         (637.6)           Discontinued Operations         1         766.4           Cash provided by investing activities         1         766.4           Cash provided by financing activities         1         798.5           Effect of Exchange Rate Changes on Cash         (5.8)         (25.5)           Decrease in Cash and Cash Items         (35.6)         (61.3)           Cash and Cash Items – Beginning of Year         454.4         422.5			(2.8)		00.9		
Financing Activities         522.1         409.6           Long-term debt proceeds         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         (28.8)         (16.1)           Cash Provided by (Used for) Financing Activities         125.1         (637.6)           Discontinued Operations         125.1         (637.6)           Cash provided by operating activities         13.3         32.1           Cash provided by financing activities         -         -           Cash Pro					(1.441.3)		
Long-term debt proceeds         522.1         409.6           Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Purchase of treasury shares         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         (28.8)         (16.1)           Cash Provided by (Used for) Financing Activities         125.1         (637.6)           Discontinued Operations         13.3         32.1           Cash provided by operating activities         13.3         32.1           Cash (used for) provided by financing activities         1.2         766.4           Cash provided by financing activities         1.2         798.5           Effect of Exchange Rate Changes on Cash         (5.8)         (25.5)           Decrease in Cash and Cash Items         (35.6)         (61.3)           Cash and Cash Items – Beginning of Year         454.4         422.5<			(1,210.2)		(1,441.3)		
Payments on long-term debt         (415.7)         (477.6)           Net increase (decrease) in commercial paper and short-term borrowings         780.8         (171.5)           Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         (28.8)         (16.1)           Cash Provided by (Used for) Financing Activities         125.1         (637.6)           Discontinued Operations         13.3         32.1           Cash (used for) provided by investing activities         1.2         766.4           Cash provided by financing activities         1.2         798.5           Cash Provided by Discontinued Operations         12.1         798.5           Effect of Exchange Rate Changes on Cash         (5.8)         (25.5)           Decrease in Cash and Cash Items – Beginning of Year         454.4         422.5			522 1		409 6		
Net increase (decrease) in commercial paper and short-term borrowings       780.8       (171.5)         Dividends paid to shareholders       (416.8)       (379.4)         Purchase of treasury shares       (461.6)       (53.1)         Proceeds from stock option exercises       133.1       88.7         Excess tax benefit from share-based compensation       24.6       20.2         Payment for subsidiary shares from noncontrolling interests       (12.6)       (58.4)         Other financing activities       (28.8)       (16.1)         Cash Provided by (Used for) Financing Activities       125.1       (637.6)         Discontinued Operations       13.3       32.1         Cash provided by operating activities       13.3       32.1         Cash provided by financing activities       1.2       766.4         Cash provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5							
Dividends paid to shareholders         (416.8)         (379.4)           Purchase of treasury shares         (461.6)         (53.1)           Proceeds from stock option exercises         133.1         88.7           Excess tax benefit from share-based compensation         24.6         20.2           Payment for subsidiary shares from noncontrolling interests         (12.6)         (58.4)           Other financing activities         (28.8)         (16.1)           Cash Provided by (Used for) Financing Activities         125.1         (637.6)           Discontinued Operations         13.3         32.1           Cash provided by operating activities         13.3         32.1           Cash provided by financing activities         1.2         766.4           Cash provided by Discontinued Operations         12.1         798.5           Effect of Exchange Rate Changes on Cash         (5.8)         (25.5)           Decrease in Cash and Cash Items         (35.6)         (61.3)           Cash and Cash Items – Beginning of Year         454.4         422.5			. ,				
Purchase of treasury shares       (461.6)       (53.1)         Proceeds from stock option exercises       133.1       88.7         Excess tax benefit from share-based compensation       24.6       20.2         Payment for subsidiary shares from noncontrolling interests       (12.6)       (58.4)         Other financing activities       (28.8)       (16.1)         Cash Provided by (Used for) Financing Activities       125.1       (637.6)         Discontinued Operations       13.3       32.1         Cash provided by operating activities       (1.2)       766.4         Cash provided by financing activities       -       -         Cash Provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5	Dividends paid to shareholders						
Proceeds from stock option exercises       133.1       88.7         Excess tax benefit from share-based compensation       24.6       20.2         Payment for subsidiary shares from noncontrolling interests       (12.6)       (58.4)         Other financing activities       (28.8)       (16.1)         Cash Provided by (Used for) Financing Activities       125.1       (637.6)         Discontinued Operations       13.3       32.1         Cash provided by operating activities       13.3       32.1         Cash (used for) provided by investing activities       1.2.2       766.4         Cash provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5			. ,		` ,		
Excess tax benefit from share-based compensation       24.6       20.2         Payment for subsidiary shares from noncontrolling interests       (12.6)       (58.4)         Other financing activities       (28.8)       (16.1)         Cash Provided by (Used for) Financing Activities       125.1       (637.6)         Discontinued Operations       13.3       32.1         Cash provided by operating activities       1.2.0       766.4         Cash provided by financing activities       -       -         Cash Provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5			. ,		, ,		
Payment for subsidiary shares from noncontrolling interests       (12.6)       (58.4)         Other financing activities       (28.8)       (16.1)         Cash Provided by (Used for) Financing Activities       125.1       (637.6)         Discontinued Operations       13.3       32.1         Cash provided by operating activities       (1.2)       766.4         Cash provided by financing activities       -       -         Cash Provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5			24.6				
Cash Provided by (Used for) Financing Activities       125.1       (637.6)         Discontinued Operations         Cash provided by operating activities       13.3       32.1         Cash (used for) provided by investing activities       (1.2)       766.4         Cash provided by financing activities       -       -         Cash Provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5					(58.4)		
Discontinued Operations         Cash provided by operating activities       13.3       32.1         Cash (used for) provided by investing activities       (1.2)       766.4         Cash provided by financing activities       -       -         Cash Provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5	Other financing activities		(28.8)		(16.1)		
Discontinued Operations         Cash provided by operating activities       13.3       32.1         Cash (used for) provided by investing activities       (1.2)       766.4         Cash provided by financing activities       -       -         Cash Provided by Discontinued Operations       12.1       798.5         Effect of Exchange Rate Changes on Cash       (5.8)       (25.5)         Decrease in Cash and Cash Items       (35.6)       (61.3)         Cash and Cash Items – Beginning of Year       454.4       422.5	Cash Provided by (Used for) Financing Activities		125.1		(637.6)		
Cash (used for) provided by investing activities(1.2)766.4Cash provided by financing activitiesCash Provided by Discontinued Operations12.1798.5Effect of Exchange Rate Changes on Cash(5.8)(25.5)Decrease in Cash and Cash Items(35.6)(61.3)Cash and Cash Items – Beginning of Year454.4422.5							
Cash provided by financing activitiesCash Provided by Discontinued Operations12.1798.5Effect of Exchange Rate Changes on Cash(5.8)(25.5)Decrease in Cash and Cash Items(35.6)(61.3)Cash and Cash Items – Beginning of Year454.4422.5			13.3		32.1		
Cash Provided by Discontinued Operations12.1798.5Effect of Exchange Rate Changes on Cash(5.8)(25.5)Decrease in Cash and Cash Items(35.6)(61.3)Cash and Cash Items – Beginning of Year454.4422.5	Cash (used for) provided by investing activities		(1.2)		766.4		
Effect of Exchange Rate Changes on Cash(5.8)(25.5)Decrease in Cash and Cash Items(35.6)(61.3)Cash and Cash Items – Beginning of Year454.4422.5			-				
Decrease in Cash and Cash Items (35.6) (61.3) Cash and Cash Items – Beginning of Year 454.4 422.5			12.1				
Cash and Cash Items – Beginning of Year 454.4 422.5			(5.8)		(25.5)		
	= + + - + + + + + + + + + + + + + + + +		(35.6)				
Cash and Cash Items – End of Period \$ 418.8 \$ 361.2	Cash and Cash Items – Beginning of Year		454.4				
	Cash and Cash Items – End of Period	\$	418.8	\$	361.2		

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# AIR PRODUCTS AND CHEMICALS, INC. and Subsidiaries SUMMARY BY BUSINESS SEGMENTS (Unaudited)

	Three Months Ended				Nine Months Ended			
	30 June				30	June		
(Millions of dollars)	2013		2012	012 2013			2012	
Sales to External Customers								
Merchant Gases	\$ 1,032.5	\$	874.1	\$	3,044.8	\$	2,645.4	
Tonnage Gases	845.5		767.4		2,552.4		2,360.7	
Electronics and Performance Materials	565.7		603.8		1,663.5		1,706.0	
Equipment and Energy	103.6		94.8		333.2		293.8	
Segment and Consolidated Totals	\$ 2,547.3	\$	2,340.1	\$	7,593.9	\$	7,005.9	
Operating Income								
Merchant Gases	\$ 164.9	\$	164.6	\$	504.0	\$	483.4	
Tonnage Gases	119.9		134.3		381.2		371.1	
Electronics and Performance Materials (A)	86.8		176.7		225.6		340.3	
Equipment and Energy	16.0		9.8		45.0		26.9	
Segment Total	\$ 387.6	\$	485.4	\$	1,155.8	\$	1,221.7	
Business restructuring and cost reduction plans	-		-		-		(86.8)	
Other	(4.5)		(2.6)		(10.6)		(10.4)	
Consolidated Total	\$ 383.1	\$	482.8	\$	1,145.2	\$	1,124.5	

<sup>(</sup>A) The gain on remeasuring our previously held equity interest in DA NanoMaterials is reflected in 2012.

(Millions of dollars)	30 June 2013	30 September 2012
Identifiable Assets (B)	2013	2012
Merchant Gases	\$ 6,598.5	\$ 6,428.5
Tonnage Gases	5,241.7	5,059.8
Electronics and Performance Materials	2,874.9	2,930.3
Equipment and Energy	575.6	379.3
Segment Total	\$ 15,290.7	\$ 14,797.9
Other	969.5	925.4
Discontinued operations	27.8	42.8
Consolidated Total	\$ 16,288.0	\$ 15,766.1

<sup>(</sup>B) Identifiable assets are equal to total assets less investment in net assets of and advances to equity affiliates.

### AIR PRODUCTS AND CHEMICALS, INC. and Subsidiaries NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) (Unaudited)

#### 1. BUSINESS COMBINATIONS

On 31 May 2013, we acquired EPCO Carbondioxide Products, Inc., the largest independent U.S. producer of liquid carbon dioxide (CO<sub>2</sub>). This acquisition expands our North American offerings of bulk industrial process gases. In addition, we acquired Wuxi Chem-Gas Company, Ltd. on 1 April 2013. This acquisition provides us with additional gases presence in the Jiangsu Province of China. The acquisitions were accounted for as business combinations, and their results of operations were consolidated within the Merchant Gases business segment after the acquisition dates. The aggregate purchase price, net of cash acquired, for these acquisitions was \$134.