

The information below reclassifies the operating results of the businesses exchanged with Henkel in November 2004 as discontinued operations. Based on accounting principles generally accepted in the United States of America, Clorox's equity earnings in Henkel Iberica continue to be reflected as a component of continuing operations. Audited historical financial statements reflecting the businesses transferred to Henkel as discontinued operations will be provided when available.

The Clorox Company
Unaudited Condensed Consolidated Statements of Earnings
(In millions, except share and per-share amounts)

Three Months Ended 3/31/2004

	As Reported	Adjustments for Discontinued Operations	As Adjusted
Net sales	\$1,086	\$(35)	\$1,051
Cost of products sold	596	(12)	584
Gross profit	490	(23)	467
Selling and administrative expenses	164	(2)	162
Advertising costs	107	(2)	105
Research and development costs	22	-	22
Restructuring and asset impairment costs	-	-	-
Interest expense	8	-	8
Other income:			
Equity investment in Henkel Iberica, S.A.	(3)	-	(3)
Other, net	(3)	-	(3)
Earnings from continuing operations before income taxes	195	(19)	176
Income taxes on continuing operations	68	(7)	61
Earnings from continuing operations	127	(12)	115
Discontinued operations:			
Earnings from exchanged businesses	-	19	19
Losses from Brazil operations	(1)	-	(1)
Income tax expense on discontinued operations	-	(7)	(7)
Earnings (losses) from discontinued operations	(1)	12	11
Net earnings	\$126	\$-	\$126
Earnings per common share:			
Basic			
Continuing operations	\$0.60	\$(0.05)	\$0.55
Discontinued operations	-	0.05	0.05
Basic net earnings per common share	\$0.60	\$-	\$0.60
Diluted			
Continuing operations	\$0.59	\$(0.05)	\$0.54
Discontinued operations	-	0.05	0.05
Diluted net earnings per common share	\$0.59	\$-	\$0.59