

Other Income and Expenses

	Year Ended December 31,		
	2001	2000	1999
	(in millions, except per share data)		
Segment Operating Earnings ⁽¹⁾	\$ 481.6	\$ 682.7	\$ 610.1
General Corporate			
Nonrecurring Charges (Gains)	50.1	-	(0.8)
Expense	30.4	32.5	37.1
Interest Expense, net	84.7	100.3	55.2
Income from Continuing Operations Before Income Taxes	316.4	549.9	518.6
Income Tax Expense	55.1	192.5	186.7
Income from Continuing Operations	261.3	357.4	331.9
Charge Related to Discontinued Operations	(30.0)	-	-
Net Income	\$ 231.3	\$ 357.4	\$ 331.9
Diluted Earnings Per Share			
Income from Continuing Operations	\$ 2.75	\$ 3.80	\$ 3.50
Charge from Discontinued Operations	(.31)	-	-
Net Income	\$ 2.44	\$ 3.80	\$ 3.50

(1) Includes segment nonrecurring charges

General Corporate Nonrecurring Charges and Gains See the "Nonrecurring Charges" section above and Note 2 of the Notes to Consolidated Financial Statements

General Corporate Expense General corporate expenses decreased \$2.1 million in 2001 compared to 2000. General corporate expenses decreased \$4.6 million in 2000 compared to 1999. Reductions in personnel, cost reduction efforts and lower employee benefit related costs were the primary contributors to the reductions.

Interest Expense, net Interest expense, net decreased in 2001 by \$15.6 million from 2000. The decrease resulted from significantly lower average interest rates and lower average debt levels in 2001 versus 2000. Interest expense, net increased in 2000 by \$45.1 million compared to 1999 primarily as a result of additional borrowings to fund acquisitions and stock repurchases, partially offset by increased capitalized interest.

Income Tax Expense The effective tax rate for 2001 was 34.5% before both nonrecurring charges and a \$50 million tax benefit due to the reversal of reserves as a result of recent favorable Appellate level third party court decisions related to certain income tax return issues. See Note 12 of the Notes to Consolidated Financial Statements. This represented a 0.5 percentage point decrease from the 2000 effective tax rate. The effective tax rate for 2000 was 35%, a 1.0 percentage point decrease from the 1999 rate of 36%, excluding nonrecurring items. The decreases in the effective tax rate resulted from international tax planning efforts.