

CAMPBELL SOUP COMPANY
CONSOLIDATED STATEMENTS OF EARNINGS (unaudited)
(millions, except per share amounts)

	Three Months Ended	
	October 30, 2016	November 1, 2015
Net sales	\$ 2,202	\$ 2,203
Costs and expenses		
Cost of products sold	1,361	1,448
Marketing and selling expenses	228	226
Administrative expenses	123	156
Research and development expenses	26	32
Other expenses / (income)	6	5
Restructuring charges	1	21
Total costs and expenses	1,745	1,888
Earnings before interest and taxes	457	315
Interest, net	28	28
Earnings before taxes	429	287
Taxes on earnings	137	93
Net earnings	292	194
Net loss attributable to noncontrolling interests	—	—
Net earnings attributable to Campbell Soup Company	\$ 292	\$ 194
Per share - basic		
Net earnings attributable to Campbell Soup Company	\$.95	\$.63
Dividends	\$.35	\$.312
Weighted average shares outstanding - basic	308	310
Per share - assuming dilution		
Net earnings attributable to Campbell Soup Company	\$.94	\$.62
Weighted average shares outstanding - assuming dilution	310	312

CAMPBELL SOUP COMPANY
CONSOLIDATED SUPPLEMENTAL SCHEDULE OF SALES AND EARNINGS (unaudited)
(millions, except per share amounts)

	Three Months Ended		Percent Change
	October 30, 2016	November 1, 2015	
Sales			
Contributions:			
Americas Simple Meals and Beverages	\$ 1,297	\$ 1,302	—%
Global Biscuits and Snacks	671	652	3%
Campbell Fresh	234	249	(6)%
Total sales	<u>\$ 2,202</u>	<u>\$ 2,203</u>	—%
Earnings			
Contributions:			
Americas Simple Meals and Beverages	\$ 383	\$ 363	6%
Global Biscuits and Snacks	112	114	(2)%
Campbell Fresh	1	18	(94)%
Total operating earnings	496	495	—%
Unallocated corporate expenses	38	159	
Restructuring charges	1	21	
Earnings before interest and taxes	457	315	45%
Interest, net	28	28	
Taxes on earnings	137	93	
Net earnings	292	194	51%
Net loss attributable to noncontrolling interests	—	—	
Net earnings attributable to Campbell Soup Company	<u>\$ 292</u>	<u>\$ 194</u>	51%
Per share - assuming dilution			
Net earnings attributable to Campbell Soup Company	<u>\$.94</u>	<u>\$.62</u>	52%

CAMPBELL SOUP COMPANY
CONDENSED CONSOLIDATED BALANCE SHEETS (unaudited)
(millions)

	October 30, 2016	November 1, 2015
Current assets	\$ 2,146	\$ 2,337
Plant assets, net	2,380	2,340
Intangible assets, net	3,404	3,531
Other assets	109	83
Total assets	<u>\$ 8,039</u>	<u>\$ 8,291</u>
Current liabilities	\$ 2,760	\$ 2,904
Long-term debt	2,298	2,538
Other liabilities	1,383	1,439
Total equity	<u>1,598</u>	<u>1,410</u>
Total liabilities and equity	<u>\$ 8,039</u>	<u>\$ 8,291</u>
Total debt	<u>\$ 3,588</u>	<u>\$ 4,083</u>
Cash and cash equivalents	<u>\$ 290</u>	<u>\$ 263</u>

Certain amounts in the prior year were reclassified to conform to the current-year presentation.

CAMPBELL SOUP COMPANY
CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited)
(millions)

	Three Months Ended	
	October 30, 2016	November 1, 2015
Cash flows from operating activities:		
Net earnings	\$ 292	\$ 194
Adjustments to reconcile net earnings to operating cash flow		
Restructuring charges	1	21
Stock-based compensation	14	13
Pension and postretirement benefit expense (income)	(11)	133
Depreciation and amortization	77	74
Deferred income taxes	19	(35)
Other, net	(2)	(1)
Changes in working capital		
Accounts receivable	(218)	(184)
Inventories	(27)	(56)
Prepaid assets	(6)	(6)
Accounts payable and accrued liabilities	96	98
Pension fund contributions	(1)	(1)
Receipts from (payments of) hedging activities	(2)	3
Other	(11)	(9)
Net cash provided by operating activities	<u>221</u>	<u>244</u>
Cash flows from investing activities:		
Purchases of plant assets	(48)	(71)
Sales of plant assets	—	2
Other, net	(4)	1
Net cash used in investing activities	<u>(52)</u>	<u>(68)</u>
Cash flows from financing activities:		
Net short-term borrowings (repayments)	86	(11)
Long-term repayments	(27)	—
Dividends paid	(100)	(100)
Treasury stock purchases	(112)	(32)
Treasury stock issuances	—	1
Payments related to tax withholding for stock-based compensation	(20)	(20)
Net cash used in financing activities	<u>(173)</u>	<u>(162)</u>
Effect of exchange rate changes on cash	(2)	(4)
Net change in cash and cash equivalents	(6)	10
Cash and cash equivalents — beginning of period	296	253
Cash and cash equivalents — end of period	<u>\$ 290</u>	<u>\$ 263</u>

The company adopted new accounting guidance for stock-based compensation in the first quarter of 2017. Certain amounts in the prior year were reclassified to conform to the current-year presentation.