

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

	Three Months Ended	
	January 27, 2019	January 28, 2018
Net sales	\$ 2,713	\$ 2,180
Costs and expenses		
Cost of products sold	1,999	1,414
Marketing and selling expenses	264	228
Administrative expenses	180	165
Research and development expenses	23	27
Other expenses / (income)	226	70
Restructuring charges	2	33
Total costs and expenses	2,694	1,937
Earnings before interest and taxes	19	243
Interest, net	92	32
Earnings (loss) before taxes	(73)	211
Taxes on earnings	(14)	(74)
Net earnings (loss)	(59)	285
Net loss attributable to noncontrolling interests	—	—
Net earnings (loss) attributable to Campbell Soup Company	\$ (59)	\$ 285
Per share - basic		
Net earnings (loss) attributable to Campbell Soup Company	\$ (.20)	\$.95
Dividends	\$.35	\$.35
Weighted average shares outstanding - basic	301	301
Per share - assuming dilution		
Net earnings attributable to Campbell Soup Company	\$ (.20)	\$.95
Weighted average shares outstanding - assuming dilution	301	301

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

	Six Months Ended	
	January 27, 2019	January 28, 2018
Net sales	\$ 5,407	\$ 4,341
Costs and expenses		
Cost of products sold	3,869	2,792
Marketing and selling expenses	512	447
Administrative expenses	356	314
Research and development expenses	50	57
Other expenses / (income)	230	41
Restructuring charges	21	35
Total costs and expenses	5,038	3,686
Earnings before interest and taxes	369	655
Interest, net	185	62
Earnings before taxes	184	593
Taxes on earnings	49	33
Net earnings	135	560
Net loss attributable to noncontrolling interests	—	—
Net earnings attributable to Campbell Soup Company	\$ 135	\$ 560
Per share - basic		
Net earnings attributable to Campbell Soup Company	\$.45	\$ 1.86
Dividends	\$.70	\$.70
Weighted average shares outstanding - basic	301	301
Per share - assuming dilution		
Net earnings attributable to Campbell Soup Company	\$.45	\$ 1.85
Weighted average shares outstanding - assuming dilution	302	302

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

	Three Months Ended		Percent Change
	January 27, 2019	January 28, 2018	
Sales			
Contributions:			
Meals and Beverages	\$ 1,230	\$ 1,214	1%
Global Biscuits and Snacks	1,243	708	76%
Campbell Fresh	239	257	(7)%
Corporate	1	1	—%
Total sales	<u>\$ 2,713</u>	<u>\$ 2,180</u>	24%
Earnings			
Contributions:			
Meals and Beverages	\$ 255	\$ 284	(10)%
Global Biscuits and Snacks	185	137	35%
Campbell Fresh	(14)	(11)	n/m
Total operating earnings	<u>426</u>	<u>410</u>	4%
Corporate	(405)	(134)	
Restructuring charges	(2)	(33)	
Earnings before interest and taxes	<u>19</u>	243	(92)%
Interest, net	92	32	
Taxes on earnings	(14)	(74)	
Net earnings (loss)	<u>(59)</u>	<u>285</u>	n/m
Net loss attributable to noncontrolling interests	—	—	
Net earnings (loss) attributable to Campbell Soup Company	<u>\$ (59)</u>	<u>\$ 285</u>	n/m
Per share - assuming dilution			
Net earnings attributable to Campbell Soup Company	<u>\$ (.20)</u>	<u>\$.95</u>	n/m

n/m - not meaningful

Beginning in fiscal 2019, the business in Latin America is managed as part of the Meals and Beverages segment. In fiscal 2018, the business in Latin America was managed as part of the Global Biscuits and Snacks segment. Segment results have been adjusted retrospectively to reflect this change.

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

	Six Months Ended		Percent Change
	January 27, 2019	January 28, 2018	
Sales			
Contributions:			
Meals and Beverages	\$ 2,474	\$ 2,453	1%
Global Biscuits and Snacks	2,461	1,396	76%
Campbell Fresh	471	491	(4)%
Corporate	1	1	—%
Total sales	\$ 5,407	\$ 4,341	25%
Earnings			
Contributions:			
Meals and Beverages	\$ 549	\$ 615	(11)%
Global Biscuits and Snacks	339	254	33%
Campbell Fresh	(17)	(17)	—%
Total operating earnings	871	852	2%
Corporate	(481)	(162)	
Restructuring charges	(21)	(35)	
Earnings before interest and taxes	369	655	(44)%
Interest, net	185	62	
Taxes on earnings	49	33	
Net earnings	135	560	(76)%
Net loss attributable to noncontrolling interests	—	—	
Net earnings attributable to Campbell Soup Company	\$ 135	\$ 560	(76)%
Per share - assuming dilution			
Net earnings attributable to Campbell Soup Company	\$.45	\$ 1.85	(76)%

Beginning in fiscal 2019, the business in Latin America is managed as part of the Meals and Beverages segment. In fiscal 2018, the business in Latin America was managed as part of the Global Biscuits and Snacks segment. Segment results have been adjusted retrospectively to reflect this change.

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

	January 27, 2019	January 28, 2018
Current assets	\$ 2,295	\$ 1,928
Plant assets, net	3,036	2,518
Intangible assets, net	8,473	3,744
Other assets	220	146
Total assets	\$ 14,024	\$ 8,336
Current liabilities	\$ 3,299	\$ 3,012
Long-term debt	8,003	2,247
Other liabilities	1,444	1,128
Total equity	1,278	1,949
Total liabilities and equity	\$ 14,024	\$ 8,336
Total debt	\$ 9,457	\$ 3,906
Cash and cash equivalents	\$ 203	\$ 196

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

	Six Months Ended	
	January 27, 2019	January 28, 2018
Cash flows from operating activities:		
Net earnings	\$ 135	\$ 560
Adjustments to reconcile net earnings to operating cash flow		
Impairment charges	360	75
Restructuring charges	21	35
Stock-based compensation	31	32
Noncurrent income taxes	—	52
Pension and postretirement benefit income	(29)	(32)
Depreciation and amortization	241	161
Deferred income taxes	(40)	(106)
Other, net	18	18
Changes in working capital, net of acquisition		
Accounts receivable	(150)	(113)
Inventories	122	84
Prepaid assets	(2)	(25)
Accounts payable and accrued liabilities	170	(10)
Net payments of hedging activities	(5)	(31)
Other	(26)	(40)
Net cash provided by operating activities	846	660
Cash flows from investing activities:		
Purchases of plant assets	(198)	(132)
Purchases of route businesses	(23)	—
Sales of route businesses	25	—
Businesses acquired, net of cash acquired	(18)	(682)
Other, net	11	(11)
Net cash used in investing activities	(203)	(825)
Cash flows from financing activities:		
Short-term borrowings	2,831	5,052
Short-term repayments	(3,274)	(4,673)
Long-term repayments	—	(16)
Dividends paid	(212)	(216)
Treasury stock purchases	—	(86)
Payments related to tax withholding for stock-based compensation	(7)	(23)
Payments of debt issuance costs	(1)	—
Net cash provided by (used in) financing activities	(663)	38
Effect of exchange rate changes on cash	(3)	4
Net change in cash and cash equivalents	(23)	(123)
Cash and cash equivalents — beginning of period	226	319
Cash and cash equivalents — end of period	\$ 203	\$ 196

Reconciliation of GAAP to Non-GAAP Financial Measures
Second Quarter Ended January 27, 2019

Campbell Soup Company uses certain non-GAAP financial measures as defined by the Securities and Exchange Commission in certain communications. These non-GAAP financial measures are measures of performance not defined by accounting principles generally accepted in the United States and should be considered in addition to, not in lieu of, GAAP reported measures. Management believes that also presenting certain non-GAAP financial measures provides additional information to facilitate comparison of the company's historical operating results and trends in its underlying operating results, and provides transparency on how the company evaluates its business. Management uses these non-GAAP financial measures in making financial, operating and planning decisions and in evaluating the company's performance.

Organic Net Sales

Organic net sales are net sales excluding the impact of currency and acquisitions. Management believes that excluding these items, which are not part of the ongoing business, improves the comparability of year-to-year results. A reconciliation of net sales as reported to organic net sales follows.

Three Months Ended								
(millions)	January 27, 2019				January 28, 2018	% Change		
	Net Sales, as Reported	Impact of Currency	Impact of Acquisitions	Organic Net Sales	Net Sales, as Reported	Net Sales, as Reported	Organic Net Sales	
Meals and Beverages	\$ 1,230	\$ 7	\$ (31)	\$ 1,206	\$ 1,214	1%	(1)%	
Global Biscuits and Snacks	1,243	15	(529)	729	708	76%	3%	
Campbell Fresh	239	—	—	239	257	(7)%	(7)%	
Corporate	1	—	—	1	1	—%	—%	
Total Net Sales	\$ 2,713	\$ 22	\$ (560)	\$ 2,175	\$ 2,180	24%	—%	

Six Months Ended								
(millions)	January 27, 2019				January 28, 2018	% Change		
	Net Sales, as Reported	Impact of Currency	Impact of Acquisitions	Organic Net Sales	Net Sales, as Reported	Net Sales, as Reported	Organic Net Sales	
Meals and Beverages	\$ 2,474	\$ 12	\$ (100)	\$ 2,386	\$ 2,453	1%	(3)%	
Global Biscuits and Snacks	2,461	32	(1,083)	1,410	1,396	76%	1%	
Campbell Fresh	471	—	—	471	491	(4)%	(4)%	
Corporate	1	—	—	1	1	—%	—%	
Total Net Sales	\$ 5,407	\$ 44	\$ (1,183)	\$ 4,268	\$ 4,341	25%	(2)%	

Items Impacting Earnings

The company believes that financial information excluding certain items that are not considered to reflect the ongoing operating results, such as those listed below, improves the comparability of year-to-year results. Consequently, the company believes that investors may be able to better understand its results excluding these items.

The following items impacted earnings:

- (1) In fiscal 2015, the company implemented initiatives to reduce costs and to streamline its organizational structure. In fiscal 2017, the company expanded these cost savings initiatives by further optimizing its supply chain network, primarily in North America, continuing to evolve its operating model to drive efficiencies, and more fully integrating its recent acquisitions. In January 2018, as part of the expanded initiatives, the company authorized additional costs to improve the operational efficiency of its thermal supply chain network in North America by closing its manufacturing facility in Toronto, Ontario, and to optimize its information technology infrastructure by migrating certain applications to the latest cloud technology platform. In August 2018, the company announced that it will continue to streamline its

organization, expand its zero-based budgeting efforts and optimize its manufacturing network. In fiscal 2019, the company began to include costs associated with the Snyder's-Lance cost transformation program and integration with these initiatives.

In the second quarter of fiscal 2019, the company recorded Restructuring charges of \$2 million and implementation costs and other related costs of \$10 million in Administrative expenses, \$9 million in Cost of products sold, \$2 million in Marketing and selling expenses, and \$1 million in Research and development expenses (aggregate impact of \$18 million after tax, or \$.06 per share) related to these initiatives. In the six-month period of fiscal 2019, the company recorded Restructuring charges of \$21 million and implementation costs and other related costs of \$23 million in Administrative expenses, \$21 million in Cost of products sold, \$4 million in Marketing and selling expenses, and \$1 million in Research and development expenses (aggregate impact of \$53 million after tax, or \$.18 per share) related to these initiatives. In the second quarter of fiscal 2018, the company recorded Restructuring charges of \$33 million and implementation costs and other related costs of \$26 million in Administrative expenses and \$1 million in Cost of products sold (aggregate impact of \$46 million after tax, or \$.15 per share) related to these initiatives. In the six-month period of fiscal 2018, the company recorded Restructuring charges of \$35 million and implementation costs and other related costs of \$38 million in Administrative expenses and \$6 million in Cost of products sold (aggregate impact of \$58 million after tax, or \$.19 per share) related to these initiatives. For the year ended July 29, 2018, the company recorded Restructuring charges of \$49 million and implementation costs and other related costs of \$88 million in Administrative expenses, \$45 million in Cost of products sold, and \$3 million in Marketing and selling expenses (aggregate impact of \$136 million after tax, or \$.45 per share) related to these initiatives.

- (2) In the second quarter of fiscal 2019, interim impairment assessments were performed on the intangible and tangible assets within Campbell Fresh, which includes Garden Fresh Gourmet, Bolthouse Farms carrot and carrot ingredients, and Bolthouse Farms refrigerated beverages and salad dressings, as the company continues to pursue the divestiture of these businesses. The company revised its future outlook for earnings and cash flows for each of these businesses as the divestiture process progressed.

The company recorded non-cash impairment charges of \$104 million on the tangible assets and \$73 million on the intangible assets of Bolthouse Farms carrot and carrot ingredients; \$96 million on the intangible assets and \$9 million on the tangible assets of Bolthouse Farms refrigerated beverages and salad dressings; and \$62 million on the intangible assets and \$2 million on the tangible assets of Garden Fresh Gourmet. The aggregate impact of the impairment charges was \$346 million, of which \$115 million was recorded in Cost of products sold and \$231 in Other expenses / (income), (\$264 million after tax, or \$.88 per share). In the first quarter of fiscal 2019, the company recorded a non-cash impairment charge of \$14 million in Cost of products sold (\$11 million after tax, or \$.04 per share) on its U.S. refrigerated soup plant assets. For the six-month period of fiscal 2019, the total non-cash impairment charges recorded were \$360 million, of which \$129 million was recorded in Cost of products sold and \$231 million in Other expenses / (income), (\$275 million after tax, or \$.91 per share).

In the second quarter of fiscal 2018, the company performed an interim impairment assessment on the intangible assets of the Bolthouse Farms carrot and carrot ingredients reporting unit as operating performance was below expectations. The company revised its outlook for future earnings and cash flows and recorded a non-cash impairment charge of \$75 million in Other expenses / (income) (\$74 million after tax, or \$.25 per share).

In the third quarter of fiscal 2018, the company performed interim impairment assessments within Campbell Fresh on the deli reporting unit, which includes Garden Fresh Gourmet and the U.S. refrigerated soup business, and the Bolthouse Farms refrigerated beverages and salad dressings reporting unit. Within the deli unit, the company revised its long-term outlook due to the anticipated loss of refrigerated soup business with certain private label customers, as well as the performance of the business. In addition, the operating performance of the Bolthouse Farms refrigerated beverages and salad dressings reporting unit was below expectations. The company revised its long-term outlook for future earnings and cash flows for each of these reporting units. The company recorded a non-cash impairment charge of \$11 million on the tangible assets and \$94 million on the intangible assets (\$80 million after tax, or \$.27 per share) of the deli reporting unit, and a non-cash impairment charge of \$514 million (\$417 million after tax, or \$1.39 per share) related to the intangible assets of the Bolthouse Farms refrigerated beverages and salad dressings reporting unit. The aggregate impact of the impairment charges was \$619 million, of which \$11 million was recorded in Cost of products sold and \$608 million in Other expenses / (income), (\$497 million after tax, or \$1.65 per share).

In the fourth quarter of fiscal 2018, the company performed an impairment assessment on the *Plum* trademark. In fiscal 2018, sales and operating performance were well below expectations due in part to competitive pressure and reduced margins. In the fourth quarter of fiscal 2018, as part of a strategic review initiated by a new leadership team

and based on recent performance, the company lowered its long-term outlook for future sales. The company recorded a non-cash impairment charge of \$54 million (\$41 million after tax, or \$.14 per share) in Other expenses / (income).

For the year ended July 29, 2018, the total non-cash impairment charges recorded were \$748 million, of which \$11 million was recorded in Cost of products sold and \$737 million in Other expenses / (income), (\$612 million after tax, or \$2.03 per share).

- (3) In the first quarter of fiscal 2019, the company announced its intent to divest its Campbell International and Campbell Fresh businesses. In the second quarter of fiscal 2019, the company incurred costs of \$10 million recorded in Administrative expenses (\$8 million after tax, or \$.03 per share) associated with the planned divestitures. In the six-month period of fiscal 2019, the company incurred costs of \$12 million recorded in Administrative expenses (\$9 million after tax, or \$.03 per share) associated with the planned divestitures.
- (4) In fiscal 2018 and 2019, the company reflected the impact of taxes on the enactment of the Tax Cuts and Jobs Act that was signed into law in December 2017. In the second quarter of fiscal 2019, the company recorded a tax charge of \$2 million (\$.01 per share) related to a transition tax on unremitted foreign earnings. In the second quarter of fiscal 2018, the company recorded a tax benefit of \$183 million due to the remeasurement of deferred tax assets and liabilities, and a tax charge of \$59 million related to a transition tax on unremitted foreign earnings. The net impact was a tax benefit of \$124 million (\$.41 per share). For the year ended July 29, 2018, the company recorded a tax benefit of \$179 million due to the remeasurement of deferred tax assets and liabilities, and a tax charge of \$53 million related to the transition tax on unremitted foreign earnings. The net impact was a tax benefit of \$126 million (\$.42 per share).
- (5) In the six-month period of fiscal 2018, the company incurred gains of \$14 million in Other expenses / (income) (\$10 million after tax, or \$.03 per share) associated with mark-to-market adjustments for defined benefit pension and postretirement plans. For the year ended July 29, 2018, the company incurred gains of \$136 million in Other expenses / (income) (\$103 million after tax, or \$.34 per share) associated with mark-to-market and curtailment adjustments for defined benefit pension and postretirement plans.
- (6) In the second quarter of fiscal 2018, the company announced its intent to acquire Snyder's-Lance, Inc. and on March 26, 2018, the acquisition closed. In the second quarter of fiscal 2018, the company incurred transaction costs of \$24 million recorded in Other expenses / (income) (\$19 million after tax, or \$.06 per share). For the year ended July 29, 2018, the company incurred transaction costs of \$53 million recorded in Other expenses / (income), \$42 million in Cost of products sold associated with an acquisition fair value adjustment for inventory, and recorded a gain in Interest expense of \$18 million on treasury rate lock contracts used to hedge the planned financing of the acquisition. The company also incurred integration costs in association with its cost savings initiatives, of which \$13 million was recorded in Restructuring charges and \$12 million in Administrative expenses. The aggregate impact was \$102 million, \$73 million after tax, or \$.24 per share.
- (7) For the year ended July 29, 2018, the company recorded a loss of \$22 million in Other expenses / (income) (\$15 million after tax, or \$.05 per share) from a settlement of a legal claim.

The following tables reconcile financial information, presented in accordance with GAAP, to financial information excluding certain items:

(millions, except per share amounts)	Three Months Ended						Adjusted Percent Change
	January 27, 2019			January 28, 2018			
	As reported	Adjustments ^(a)	Adjusted	As reported	Adjustments ^(a)	Adjusted	
Gross margin	\$ 714	\$ 124	\$ 838	\$ 766	\$ 1	\$ 767	9%
Gross margin percentage	26.3%		30.9%	35.1 %		35.2%	
Marketing and selling expenses	264	(2)	262	228	—	228	
Administrative expenses	180	(20)	160	165	(26)	139	
Research and development expenses	23	(1)	22	27	—	27	
Other expenses / (income)	226	(231)	(5)	70	(99)	(29)	
Restructuring charges	2	(2)	—	33	(33)	—	
Earnings before interest and taxes	\$ 19	\$ 380	\$ 399	\$ 243	\$ 159	\$ 402	(1)%
Interest, net	92	—	92	32	—	32	
Earnings (loss) before taxes	\$ (73)	\$ 380	\$ 307	\$ 211	\$ 159	\$ 370	
Taxes	(14)	88	74	(74)	144	70	
Effective income tax rate	19.2%		24.1%	(35.1)%		18.9%	
Net earnings (loss) attributable to Campbell Soup Company	\$ (59)	\$ 292	\$ 233	\$ 285	\$ 15	\$ 300	(22)%
Diluted net earnings per share attributable to Campbell Soup Company	\$ (.20)	\$.97	\$.77	\$.95	\$.05	\$ 1.00	(23)%

^(a)See following tables for additional information.

(millions, except per share amounts)	Three Months Ended				
	January 27, 2019				
	Restructuring charges, implementation costs and other related costs (1)	Impairment charges (2)	Costs associated with planned divestitures (3)	Tax reform (4)	Adjustments
Gross margin	\$ 9	\$ 115	\$ —	\$ —	\$ 124
Marketing and selling expenses	(2)	—	—	—	(2)
Administrative expenses	(10)	—	(10)	—	(20)
Research and development expenses	(1)	—	—	—	(1)
Other expenses / (income)	—	(231)	—	—	(231)
Restructuring charges	(2)	—	—	—	(2)
Earnings before interest and taxes	\$ 24	\$ 346	\$ 10	\$ —	\$ 380
Interest, net	—	—	—	—	—
Earnings before taxes	\$ 24	\$ 346	\$ 10	\$ —	\$ 380
Taxes	6	82	2	(2)	88
Net earnings attributable to Campbell Soup Company	\$ 18	\$ 264	\$ 8	\$ 2	\$ 292
Diluted net earnings per share attributable to Campbell Soup Company*	\$.06	\$.88	\$.03	\$.01	\$.97

*The sum of individual per share amounts may not add due to rounding.

Three Months Ended

January 28, 2018

(millions, except per share amounts)	Restructuring charges, implementation costs and other related costs (1)	Impairment charges (2)	Tax reform (4)	Transaction costs (6)	Adjustments
Gross margin	\$ 1	\$ —	\$ —	\$ —	\$ 1
Administrative expenses	(26)	—	—	—	(26)
Other expenses / (income)	—	(75)	—	(24)	(99)
Restructuring charges	(33)	—	—	—	(33)
Earnings before interest and taxes	\$ 60	\$ 75	\$ —	\$ 24	\$ 159
Interest, net	—	—	—	—	—
Earnings before taxes	\$ 60	\$ 75	\$ —	\$ 24	\$ 159
Taxes	14	1	124	5	144
Net earnings attributable to Campbell Soup Company	\$ 46	\$ 74	\$ (124)	\$ 19	\$ 15
Diluted net earnings per share attributable to Campbell Soup Company	\$.15	\$.25	\$ (.41)	\$.06	\$.05

Six Months Ended

January 27, 2019

January 28, 2018

(millions, except per share amounts)	As reported	Adjustments ^(a)	Adjusted	As reported	Adjustments ^(a)	Adjusted	Adjusted Percent Change
Gross margin	\$ 1,538	\$ 150	\$ 1,688	\$ 1,549	\$ 6	\$ 1,555	9%
Gross margin percentage	28.4%		31.2%	35.7%		35.8%	
Marketing and selling expenses	512	(4)	508	447	—	447	
Administrative expenses	356	(35)	321	314	(38)	276	
Research and development expenses	50	(1)	49	57	—	57	
Other expenses / (income)	230	(231)	(1)	41	(85)	(44)	
Restructuring charges	21	(21)	—	35	(35)	—	
Earnings before interest and taxes	\$ 369	\$ 442	\$ 811	\$ 655	\$ 164	\$ 819	(1)%
Interest, net	185	—	185	62	—	62	
Earnings before taxes	\$ 184	\$ 442	\$ 626	\$ 593	\$ 164	\$ 757	
Taxes	49	103	152	33	147	180	
Effective income tax rate	26.6%		24.3%	5.6%		23.8%	
Net earnings attributable to Campbell Soup Company	\$ 135	\$ 339	\$ 474	\$ 560	\$ 17	\$ 577	(18)%
Diluted net earnings per share attributable to Campbell Soup Company	\$.45	\$ 1.12	\$ 1.57	\$ 1.85	\$.06	\$ 1.91	(18)%

^(a)See following tables for additional information.

Six Months Ended

January 27, 2019

(millions, except per share amounts)	Restructuring charges, implementation costs and other related costs (1)	Impairment charges (2)	Costs associated with planned divestitures (3)	Tax reform (4)	Adjustments
Gross margin	\$ 21	\$ 129	\$ —	\$ —	\$ 150
Marketing and selling expenses	(4)	—	—	—	(4)
Administrative expenses	(23)	—	(12)	—	(35)
Research and development expenses	(1)	—	—	—	(1)
Other expenses / (income)	—	(231)	—	—	(231)
Restructuring charges	(21)	—	—	—	(21)
Earnings before interest and taxes	\$ 70	\$ 360	\$ 12	\$ —	\$ 442
Interest, net	—	—	—	—	—
Earnings before taxes	\$ 70	\$ 360	\$ 12	\$ —	\$ 442
Taxes	17	85	3	(2)	103
Net earnings attributable to Campbell Soup Company	\$ 53	\$ 275	\$ 9	\$ 2	\$ 339
Diluted net earnings per share attributable to Campbell Soup Company*	\$.18	\$.91	\$.03	\$.01	\$ 1.12

*The sum of individual per share amounts may not add due to rounding.

Six Months Ended

January 28, 2018

(millions, except per share amounts)	Restructuring charges, implementation costs and other related costs (1)	Impairment charges (2)	Tax reform (4)	Mark-to-market (5)	Transaction costs (6)	Adjustments
Gross margin	\$ 6	\$ —	\$ —	\$ —	\$ —	\$ 6
Administrative expenses	(38)	—	—	—	—	(38)
Other expenses / (income)	—	(75)	—	14	(24)	(85)
Restructuring charges	(35)	—	—	—	—	(35)
Earnings before interest and taxes	\$ 79	\$ 75	\$ —	\$ (14)	\$ 24	\$ 164
Interest, net	—	—	—	—	—	—
Earnings before taxes	\$ 79	\$ 75	\$ —	\$ (14)	\$ 24	\$ 164
Taxes	21	1	124	(4)	5	147
Net earnings attributable to Campbell Soup Company	\$ 58	\$ 74	\$ (124)	\$ (10)	\$ 19	\$ 17
Diluted net earnings per share attributable to Campbell Soup Company	\$.19	\$.25	\$ (.41)	\$ (.03)	\$.06	\$.06

(millions, except per share amounts)	Year Ended July 29, 2018
Gross margin	\$ 2,816
Add: Restructuring charges, implementation costs and other related costs (1)	45
Add: Impairment charges (2)	11
Add: Transaction and integration costs (6)	42
Adjusted Gross margin	\$ 2,914
Adjusted Gross margin percentage	33.6%
Earnings before interest and taxes, as reported	\$ 469
Add: Restructuring charges, implementation costs and other related costs (1)	185
Add: Impairment charges (2)	748
Deduct: Total pension and postretirement benefit mark-to-market and curtailment adjustments (5)	(136)
Add: Transaction and integration costs (6)	120
Add: Claim settlement (7)	22
Adjusted Earnings before interest and taxes	\$ 1,408
Interest, net, as reported	\$ 197
Add: Transaction and integration costs (6)	18
Adjusted Interest, net	\$ 215
Adjusted Earnings before taxes	\$ 1,193
Taxes on earnings, as reported	\$ 11
Add: Tax benefit from restructuring charges, implementation costs and other related costs (1)	49
Add: Tax benefit from impairment charges (2)	136
Add: Tax benefit from tax reform (4)	126
Deduct: Tax expense from total pension and postretirement benefit mark-to-market and curtailment adjustments (5)	(33)
Add: Tax benefit from transaction and integration costs (6)	29
Add: Tax benefit from claim settlement (7)	7
Adjusted Taxes on earnings	\$ 325
Adjusted effective income tax rate	27.2%
Net earnings attributable to Campbell Soup Company, as reported	\$ 261
Add: Net adjustment from restructuring charges, implementation costs and other related costs (1)	136
Add: Net adjustment from impairment charges (2)	612
Deduct: Net adjustment from tax reform (4)	(126)
Deduct: Net adjustment from total pension and postretirement benefit mark-to-market and curtailment adjustments (5)	(103)
Add: Net adjustment from transaction and integration costs (6)	73
Add: Net adjustment from claim settlement (7)	15
Adjusted Net earnings attributable to Campbell Soup Company	\$ 868
Diluted net earnings per share attributable to Campbell Soup Company, as reported	\$.86
Add: Net adjustment from restructuring charges, implementation costs and other related costs (1)	.45
Add: Net adjustment from impairment charges (2)	2.03
Deduct: Net adjustment from tax reform (4)	(.42)
Deduct: Net adjustment from total pension and postretirement benefit mark-to-market and curtailment adjustments (5)	(.34)
Add: Net adjustment from transaction and integration costs (6)	.24
Add: Net adjustment from claim settlement (7)	.05
Adjusted Diluted net earnings per share attributable to Campbell Soup Company	\$ 2.87