

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

	Three Months Ended	
	July 30, 2017	July 31, 2016
Net sales	\$ 1,664	\$ 1,687
Costs and expenses		
Cost of products sold	949	1,141
Marketing and selling expenses	143	216
Administrative expenses	86	185
Research and development expenses	20	38
Other expenses / (income)	8	145
Restructuring charges	18	(1)
Total costs and expenses	1,224	1,724
Earnings (loss) before interest and taxes	440	(37)
Interest, net	23	28
Earnings (loss) before taxes	417	(65)
Taxes on earnings	99	16
Net earnings (loss)	318	(81)
Net loss attributable to noncontrolling interests	—	—
Net earnings (loss) attributable to Campbell Soup Company	\$ 318	\$ (81)
Per share - basic		
Net earnings (loss) attributable to Campbell Soup Company	\$ 1.05	\$ (.26)
Dividends	\$.35	\$.312
Weighted average shares outstanding - basic	303	308
Per share - assuming dilution		
Net earnings (loss) attributable to Campbell Soup Company	\$ 1.04	\$ (.26)
Weighted average shares outstanding - assuming dilution	305	310

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

	Twelve Months Ended	
	July 30, 2017	July 31, 2016
Net sales	\$ 7,890	\$ 7,961
Costs and expenses		
Cost of products sold	4,831	5,181
Marketing and selling expenses	817	893
Administrative expenses	488	641
Research and development expenses	98	124
Other expenses / (income)	238	131
Restructuring charges	18	31
Total costs and expenses	6,490	7,001
Earnings before interest and taxes	1,400	960
Interest, net	107	111
Earnings before taxes	1,293	849
Taxes on earnings	406	286
Net earnings	887	563
Net loss attributable to noncontrolling interests	—	—
Net earnings attributable to Campbell Soup Company	\$ 887	\$ 563
Per share - basic		
Net earnings attributable to Campbell Soup Company	\$ 2.91	\$ 1.82
Dividends	\$ 1.40	\$ 1.248
Weighted average shares outstanding - basic	305	309
Per share - assuming dilution		
Net earnings attributable to Campbell Soup Company	\$ 2.89	\$ 1.81
Weighted average shares outstanding - assuming dilution	307	311

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

	Three Months Ended		Percent Change
	July 30, 2017	July 31, 2016	
Sales			
Contributions:			
Americas Simple Meals and Beverages	\$ 815	\$ 842	(3)%
Global Biscuits and Snacks	624	622	—%
Campbell Fresh	225	223	1%
Total sales	<u>\$ 1,664</u>	<u>\$ 1,687</u>	(1)%
Earnings			
Contributions:			
Americas Simple Meals and Beverages	\$ 198	\$ 191	4%
Global Biscuits and Snacks	109	81	35%
Campbell Fresh	(8)	8	n/m
Total operating earnings	<u>299</u>	<u>280</u>	7%
Corporate	159	(318)	
Restructuring charges	(18)	1	
Earnings (loss) before interest and taxes	<u>440</u>	<u>(37)</u>	n/m
Interest, net	23	28	
Taxes on earnings	99	16	
Net earnings (loss)	<u>318</u>	<u>(81)</u>	n/m
Net loss attributable to noncontrolling interests	—	—	
Net earnings (loss) attributable to Campbell Soup Company	<u>\$ 318</u>	<u>\$ (81)</u>	n/m
Per share - assuming dilution			
Net earnings (loss) attributable to Campbell Soup Company	<u>\$ 1.04</u>	<u>\$ (.26)</u>	n/m

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

	Twelve Months Ended		Percent Change
	July 30, 2017	July 31, 2016	
Sales			
Contributions:			
Americas Simple Meals and Beverages	\$ 4,325	\$ 4,380	(1)%
Global Biscuits and Snacks	2,598	2,564	1%
Campbell Fresh	967	1,017	(5)%
Total sales	<u>\$ 7,890</u>	<u>\$ 7,961</u>	(1)%
Earnings			
Contributions:			
Americas Simple Meals and Beverages	\$ 1,120	\$ 1,069	5%
Global Biscuits and Snacks	454	422	8%
Campbell Fresh	(9)	60	n/m
Total operating earnings	<u>1,565</u>	<u>1,551</u>	1%
Corporate	(147)	(560)	
Restructuring charges	(18)	(31)	
Earnings before interest and taxes	<u>1,400</u>	960	46%
Interest, net	107	111	
Taxes on earnings	406	286	
Net earnings	<u>887</u>	<u>563</u>	58%
Net loss attributable to noncontrolling interests	—	—	
Net earnings attributable to Campbell Soup Company	<u>\$ 887</u>	<u>\$ 563</u>	58%
Per share - assuming dilution			
Net earnings attributable to Campbell Soup Company	<u>\$ 2.89</u>	<u>\$ 1.81</u>	60%

CAMPBELL SOUP COMPANY
CONDENSED CONSOLIDATED BALANCE SHEETS
(millions)

	July 30, 2017	July 31, 2016
Current assets	\$ 1,900	\$ 1,908
Plant assets, net	2,454	2,407
Intangible assets, net	3,233	3,415
Other assets	139	107
Total assets	\$ 7,726	\$ 7,837
Current liabilities	\$ 2,395	\$ 2,555
Long-term debt	2,499	2,314
Other liabilities	1,187	1,435
Total equity	1,645	1,533
Total liabilities and equity	\$ 7,726	\$ 7,837
Total debt	\$ 3,536	\$ 3,533
Cash and cash equivalents	\$ 319	\$ 296

CAMPBELL SOUP COMPANY
CONSOLIDATED STATEMENTS OF CASH FLOWS
(millions)

	Twelve Months Ended	
	July 30, 2017	July 31, 2016
Cash flows from operating activities:		
Net earnings	\$ 887	\$ 563
Adjustments to reconcile net earnings to operating cash flow		
Impairment charges	212	141
Restructuring charges	18	31
Stock-based compensation	60	64
Pension and postretirement benefit expense (income)	(258)	317
Depreciation and amortization	318	308
Deferred income taxes	93	(30)
Other, net	18	6
Changes in working capital		
Accounts receivable	28	24
Inventories	46	59
Prepaid assets	(27)	9
Accounts payable and accrued liabilities	(48)	15
Pension fund contributions	(5)	(2)
Net receipts from hedging activities	2	44
Other	(53)	(58)
Net cash provided by operating activities	<u>1,291</u>	<u>1,491</u>
Cash flows from investing activities:		
Purchases of plant assets	(338)	(341)
Sales of plant assets	—	5
Other, net	(30)	(18)
Net cash used in investing activities	<u>(368)</u>	<u>(354)</u>
Cash flows from financing activities:		
Net short-term borrowings (repayments)	245	(762)
Long-term borrowings	211	215
Long-term repayments	(90)	—
Repayments of notes payable	(400)	—
Dividends paid	(420)	(390)
Treasury stock purchases	(437)	(143)
Treasury stock issuances	2	2
Payments related to tax withholding for stock-based compensation	(22)	(21)
Net cash used in financing activities	<u>(911)</u>	<u>(1,099)</u>
Effect of exchange rate changes on cash	11	5
Net change in cash and cash equivalents	23	43
Cash and cash equivalents — beginning of period	296	253
Cash and cash equivalents — end of period	<u>\$ 319</u>	<u>\$ 296</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.