

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

	Three Months Ended	
	January 29, 2017	January 31, 2016
Net sales	\$ 2,171	\$ 2,201
Costs and expenses		
Cost of products sold	1,346	1,382
Marketing and selling expenses	237	223
Administrative expenses	139	146
Research and development expenses	25	23
Other expenses / (income)	220	4
Restructuring charges	(1)	9
Total costs and expenses	1,966	1,787
Earnings before interest and taxes	205	414
Interest, net	28	27
Earnings before taxes	177	387
Taxes on earnings	76	122
Net earnings	101	265
Net loss attributable to noncontrolling interests	—	—
Net earnings attributable to Campbell Soup Company	\$ 101	\$ 265
Per share - basic		
Net earnings attributable to Campbell Soup Company	\$.33	\$.85
Dividends	\$.35	\$.312
Weighted average shares outstanding - basic	306	310
Per share - assuming dilution		
Net earnings attributable to Campbell Soup Company	\$.33	\$.85
Weighted average shares outstanding - assuming dilution	309	312

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

	Six Months Ended	
	January 29, 2017	January 31, 2016
Net sales	\$ 4,373	\$ 4,404
Costs and expenses		
Cost of products sold	2,707	2,830
Marketing and selling expenses	465	449
Administrative expenses	262	302
Research and development expenses	51	55
Other expenses / (income)	226	9
Restructuring charges	—	30
Total costs and expenses	3,711	3,675
Earnings before interest and taxes	662	729
Interest, net	56	55
Earnings before taxes	606	674
Taxes on earnings	213	215
Net earnings	393	459
Net loss attributable to noncontrolling interests	—	—
Net earnings attributable to Campbell Soup Company	\$ 393	\$ 459
Per share - basic		
Net earnings attributable to Campbell Soup Company	\$ 1.28	\$ 1.48
Dividends	\$.70	\$.624
Weighted average shares outstanding - basic	307	310
Per share - assuming dilution		
Net earnings attributable to Campbell Soup Company	\$ 1.27	\$ 1.47
Weighted average shares outstanding - assuming dilution	309	312

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

	Three Months Ended		Percent Change
	January 29, 2017	January 31, 2016	
Sales			
Contributions:			
Americas Simple Meals and Beverages	\$ 1,231	\$ 1,237	—%
Global Biscuits and Snacks	680	682	—%
Campbell Fresh	260	282	(8)%
Total sales	<u>\$ 2,171</u>	<u>\$ 2,201</u>	(1)%
Earnings			
Contributions:			
Americas Simple Meals and Beverages	\$ 313	\$ 290	8%
Global Biscuits and Snacks	135	141	(4)%
Campbell Fresh	(3)	21	NM
Total operating earnings	445	452	(2)%
Unallocated corporate expenses	241	29	
Restructuring charges	(1)	9	
Earnings before interest and taxes	205	414	(50)%
Interest, net	28	27	
Taxes on earnings	76	122	
Net earnings	101	265	(62)%
Net loss attributable to noncontrolling interests	—	—	
Net earnings attributable to Campbell Soup Company	<u>\$ 101</u>	<u>\$ 265</u>	(62)%
Per share - assuming dilution			
Net earnings attributable to Campbell Soup Company	<u>\$.33</u>	<u>\$.85</u>	(61)%

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

	<u>Six Months Ended</u>		Percent Change
	<u>January 29, 2017</u>	January 31, 2016	
<u>Sales</u>			
Contributions:			
Americas Simple Meals and Beverages	\$ 2,528	\$ 2,539	—%
Global Biscuits and Snacks	1,351	1,334	1%
Campbell Fresh	494	531	(7)%
Total sales	<u>\$ 4,373</u>	<u>\$ 4,404</u>	(1)%
<u>Earnings</u>			
Contributions:			
Americas Simple Meals and Beverages	\$ 696	\$ 653	7%
Global Biscuits and Snacks	247	255	(3)%
Campbell Fresh	(2)	39	NM
Total operating earnings	<u>941</u>	947	(1)%
Unallocated corporate expenses	279	188	
Restructuring charges	—	30	
Earnings before interest and taxes	<u>662</u>	729	(9)%
Interest, net	56	55	
Taxes on earnings	<u>213</u>	215	
Net earnings	<u>393</u>	459	(14)%
Net loss attributable to noncontrolling interests	—	—	
Net earnings attributable to Campbell Soup Company	<u>\$ 393</u>	<u>\$ 459</u>	(14)%
<u>Per share - assuming dilution</u>			
Net earnings attributable to Campbell Soup Company	<u>\$ 1.27</u>	<u>\$ 1.47</u>	(14)%

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

	January 29, 2017	January 31, 2016
Current assets	\$ 1,896	\$ 2,132
Plant assets, net	2,375	2,340
Intangible assets, net	3,179	3,511
Other assets	120	84
Total assets	<u>\$ 7,570</u>	<u>\$ 8,067</u>
Current liabilities	\$ 2,436	\$ 2,566
Long-term debt	2,293	2,539
Other liabilities	1,362	1,438
Total equity	<u>1,479</u>	<u>1,524</u>
Total liabilities and equity	<u>\$ 7,570</u>	<u>\$ 8,067</u>
Total debt	<u>\$ 3,478</u>	<u>\$ 3,832</u>
Cash and cash equivalents	<u>\$ 309</u>	<u>\$ 306</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)

	Six Months Ended	
	January 29, 2017	January 31, 2016
Cash flows from operating activities:		
Net earnings	\$ 393	\$ 459
Adjustments to reconcile net earnings to operating cash flow		
Impairment charges	212	—
Restructuring charges	—	30
Stock-based compensation	32	34
Pension and postretirement benefit expense (income)	(23)	109
Depreciation and amortization	154	152
Deferred income taxes	—	(14)
Other, net	6	4
Changes in working capital		
Accounts receivable	(95)	(130)
Inventories	117	133
Prepaid assets	(9)	(2)
Accounts payable and accrued liabilities	(100)	(3)
Receipts from hedging activities	1	—
Other	(21)	(18)
Net cash provided by operating activities	<u>667</u>	<u>754</u>
Cash flows from investing activities:		
Purchases of plant assets	(119)	(153)
Sales of plant assets	—	4
Other, net	(13)	10
Net cash used in investing activities	<u>(132)</u>	<u>(139)</u>
Cash flows from financing activities:		
Net short-term borrowings (repayments)	2	(252)
Long-term repayments	(61)	—
Dividends paid	(207)	(197)
Treasury stock purchases	(234)	(86)
Treasury stock issuances	2	2
Payments related to tax withholding for stock-based compensation	(20)	(20)
Net cash used in financing activities	<u>(518)</u>	<u>(553)</u>
Effect of exchange rate changes on cash	(4)	(9)
Net change in cash and cash equivalents	<u>13</u>	<u>53</u>
Cash and cash equivalents — beginning of period	296	253
Cash and cash equivalents — end of period	<u>\$ 309</u>	<u>\$ 306</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.