

# Consolidated Balance Sheets

(in millions of dollars, except share data)

at December 31,	2012	2011
<b>Assets</b>		
Cash and cash equivalents	\$ 2,983	\$ 2,550
Receivables (less allowances of \$56 in 2012 and \$45 in 2011)	3,589	3,201
Inventories:		
Leaf tobacco	3,548	3,463
Other raw materials	1,610	1,185
Finished product	3,791	3,472
	<b>8,949</b>	8,120
Deferred income taxes	450	397
Other current assets	619	591
Total current assets	<b>16,590</b>	14,859
Property, plant and equipment, at cost:		
Land and land improvements	708	692
Buildings and building equipment	3,948	3,738
Machinery and equipment	8,380	7,880
Construction in progress	843	603
	<b>13,879</b>	12,913
Less: accumulated depreciation	7,234	6,663
	<b>6,645</b>	6,250
Goodwill (Note 3)	9,900	9,928
Other intangible assets, net (Note 3)	3,619	3,697
Other assets	916	754
<b>Total Assets</b>	<b>\$37,670</b>	<b>\$35,488</b>

See notes to consolidated financial statements.

at December 31,	2012	2011
<b>Liabilities</b>		
Short-term borrowings (Note 7)	\$ 2,419	\$ 1,511
Current portion of long-term debt (Note 7)	2,781	2,206
Accounts payable	1,103	1,031
Accrued liabilities:		
Marketing and selling	527	519
Taxes, except income taxes	5,350	5,346
Employment costs	896	894
Dividends payable	1,418	1,341
Other	952	873
Income taxes	1,456	897
Deferred income taxes	114	176
Total current liabilities	17,016	14,794
Long-term debt (Note 7)	17,639	14,828
Deferred income taxes	1,875	1,976
Employment costs	2,574	1,665
Other liabilities	419	462
Total liabilities	39,523	33,725
Contingencies (Note 21)		
Redeemable noncontrolling interest (Note 6)	1,301	1,212
<b>Stockholders' (Deficit) Equity</b>		
Common stock, no par value (2,109,316,331 shares issued in 2012 and 2011)	—	—
Additional paid-in capital	1,334	1,235
Earnings reinvested in the business	25,076	21,757
Accumulated other comprehensive losses	(3,604)	(2,863)
	22,806	20,129
Less: cost of repurchased stock (455,703,347 and 383,407,665 shares in 2012 and 2011, respectively)	26,282	19,900
Total PMI stockholders' (deficit) equity	(3,476)	229
Noncontrolling interests	322	322
Total stockholders' (deficit) equity	(3,154)	551
<b>Total Liabilities and Stockholders' (Deficit) Equity</b>	<b>\$37,670</b>	<b>\$35,488</b>