

Item 8. Financial Statements and Supplementary Data.**Consolidated Balance Sheets**

(in millions of dollars, except share data)

at December 31,	2014	2013
Assets		
Cash and cash equivalents	\$ 1,682	\$ 2,154
Receivables (less allowances of \$50 in 2014 and \$53 in 2013)	4,004	3,853
Inventories:		
Leaf tobacco	3,135	3,709
Other raw materials	1,696	1,596
Finished product	3,761	4,541
	8,592	9,846
Deferred income taxes	533	502
Other current assets	673	497
Total current assets	15,484	16,852
Property, plant and equipment, at cost:		
Land and land improvements	639	671
Buildings and building equipment	3,620	4,013
Machinery and equipment	7,664	8,409
Construction in progress	836	864
	12,759	13,957
Less: accumulated depreciation	6,688	7,202
	6,071	6,755
Goodwill (Note 3)	8,388	8,893
Other intangible assets, net (Note 3)	2,985	3,193
Investments in unconsolidated subsidiaries (Note 4)	1,083	1,536
Other assets	1,176	939
Total Assets	\$ 35,187	\$ 38,168

See notes to consolidated financial statements.

at December 31,	2014	2013
Liabilities		
Short-term borrowings (Note 7)	\$ 1,208	\$ 2,400
Current portion of long-term debt (Note 7)	1,318	1,255
Accounts payable	1,242	1,274
Accrued liabilities:		
Marketing and selling	549	503
Taxes, except income taxes	5,490	6,492
Employment costs	1,135	949
Dividends payable	1,559	1,507
Other	1,375	1,382
Income taxes	1,078	1,192
Deferred income taxes	158	112
Total current liabilities	15,112	17,066
Long-term debt (Note 7)	26,929	24,023
Deferred income taxes	1,549	1,477
Employment costs	2,202	1,313
Other liabilities	598	563
Total liabilities	46,390	44,442
Contingencies (Note 21)		
Stockholders' (Deficit) Equity		
Common stock, no par value (2,109,316,331 shares issued in 2014 and 2013)	—	—
Additional paid-in capital	710	723
Earnings reinvested in the business	29,249	27,843
Accumulated other comprehensive losses	(6,826)	(4,190)
	23,133	24,376
Less: cost of repurchased stock (562,416,635 and 520,313,919 shares in 2014 and 2013, respectively)	35,762	32,142
Total PMI stockholders' deficit	(12,629)	(7,766)
Noncontrolling interests	1,426	1,492
Total stockholders' deficit	(11,203)	(6,274)
Total Liabilities and Stockholders' (Deficit) Equity	\$ 35,187	\$ 38,168

See notes to consolidated financial statements.