

Consolidated Balance Sheets

(in millions of dollars, except share data)

at December 31,	2018	2017
Assets		
Cash and cash equivalents	\$ 6,593	\$ 8,447
Trade receivables (less allowances of \$25 in 2018 and \$25 in 2017)	2,950	3,194
Other receivables	614	544
Inventories:		
Leaf tobacco	2,318	2,606
Other raw materials	1,405	1,563
Finished product	5,081	4,637
	<u>8,804</u>	<u>8,806</u>
Other current assets	481	603
Total current assets	<u>19,442</u>	<u>21,594</u>
Property, plant and equipment, at cost:		
Land and land improvements	600	639
Buildings and building equipment	3,975	3,989
Machinery and equipment	9,096	8,976
Construction in progress	886	962
	<u>14,557</u>	<u>14,566</u>
Less: accumulated depreciation	7,356	7,295
	<u>7,201</u>	<u>7,271</u>
Goodwill (Note 3)	7,189	7,666
Other intangible assets, net (Note 3)	2,278	2,432
Investments in unconsolidated subsidiaries and equity securities (Notes 4 & 16)	1,269	1,074
Deferred income taxes	977	1,007
Other assets	1,445	1,924
Total Assets	<u><u>\$ 39,801</u></u>	<u><u>\$ 42,968</u></u>

See notes to consolidated financial statements.

at December 31,	2018	2017
Liabilities		
Short-term borrowings (Note 7)	\$ 730	\$ 499
Current portion of long-term debt (Note 7)	4,054	2,506
Accounts payable	2,068	2,242
Accrued liabilities:		
Marketing and selling	732	708
Taxes, except income taxes	5,088	5,324
Employment costs	794	856
Dividends payable	1,783	1,669
Other	1,366	1,346
Income taxes (Note 11)	576	812
Total current liabilities	17,191	15,962
Long-term debt (Note 7)	26,975	31,334
Deferred income taxes	898	799
Employment costs	3,083	2,271
Income taxes and other liabilities (Note 11)	2,393	2,832
Total liabilities	50,540	53,198
Contingencies (Note 18)		
Stockholders' (Deficit) Equity		
Common stock, no par value (2,109,316,331 shares issued in 2018 and 2017)	—	—
Additional paid-in capital	1,939	1,972
Earnings reinvested in the business	31,014	29,859
Accumulated other comprehensive losses	(10,111)	(8,535)
	22,842	23,296
Less: cost of repurchased stock (554,736,610 and 556,098,569 shares in 2018 and 2017, respectively)	35,301	35,382
Total PMI stockholders' deficit	(12,459)	(12,086)
Noncontrolling interests	1,720	1,856
Total stockholders' deficit	(10,739)	(10,230)
Total Liabilities and Stockholders' (Deficit) Equity	\$ 39,801	\$ 42,968

See notes to consolidated financial statements.