

Consolidated Statements of Cash Flows

(in millions of dollars)

for the years ended December 31,	2018	2017	2016
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES			
Net earnings	\$ 8,286	\$ 6,341	\$ 7,250
Adjustments to reconcile net earnings to operating cash flows:			
Depreciation and amortization	989	875	743
Deferred income tax (benefit) provision	(100)	(501)	182
Cash effects of changes in:			
Receivables, net	53	(92)	(1,009)
Inventories	(613)	730	(695)
Accounts payable	(51)	425	373
Accrued liabilities and other current assets	910	(554)	1,477
Income taxes	(135)	1,370	(209)
Pension plan contributions	(110)	(66)	(191)
Other	249	384	156
Net cash provided by operating activities	9,478	8,912	8,077
CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES			
Capital expenditures	(1,436)	(1,548)	(1,172)
Investments in unconsolidated subsidiaries and equity securities	(63)	(111)	(41)
Net investment hedges	416	(1,527)	295
Other	85	103	84
Net cash used in investing activities	(998)	(3,083)	(834)

See notes to consolidated financial statements.

for the years ended December 31,	2018	2017	2016
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES			
Short-term borrowing activity by original maturity:			
Net issuances (repayments) - maturities of 90 days or less	\$ 255	\$ (127)	\$ (12)
Issuances - maturities longer than 90 days	—	1,634	—
Repayments - maturities longer than 90 days	—	(1,634)	—
Long-term debt proceeds	—	6,850	3,536
Long-term debt repaid	(2,484)	(2,551)	(2,393)
Dividends paid	(6,885)	(6,520)	(6,378)
Sale (purchase) of subsidiary shares to/(from) noncontrolling interests (Note 6)	(81)	5	7
Other	(456)	(426)	(173)
Net cash used in financing activities	(9,651)	(2,769)	(5,413)
Effect of exchange rate changes on cash, cash equivalents and restricted cash	(685)	1,085	(965)
Cash, cash equivalents and restricted cash ⁽¹⁾ :			
Increase (Decrease)	(1,856)	4,145	865
Balance at beginning of year	8,476	4,331	3,466
Balance at end of year	<u>\$ 6,620</u>	<u>\$ 8,476</u>	<u>\$ 4,331</u>
Cash Paid:			
Interest	\$ 882	\$ 1,050	\$ 1,052
Income taxes	\$ 2,749	\$ 3,403	\$ 2,829

⁽¹⁾ Following the adoption of Financial Accounting Standards Update ASU 2016-18, "Statement of Cash Flows: Restricted Cash," the amounts for cash and cash equivalents shown above include restricted cash of \$27 million, \$29 million and \$92 million as of December 31, 2018, 2017 and 2016, respectively, which were included in other current assets in the consolidated balance sheets.

See notes to consolidated financial statements.