

Consolidated Statements of Cash Flows

<i>In millions</i>	<i>Years Ended December 31,</i>		
	1998	1997	1996
Cash flows from operating activities:			
Net earnings	\$396.4	\$ 76.9	\$208.2
Adjustments required to reconcile net earnings to net cash provided by (used in) operating activities:			
Depreciation and amortization	249.7	242.6	262.8
Merger, restructuring and other nonrecurring charges	168.3	486.7	235.0
Deferred income taxes and other non-cash items	81.8	(218.5)	116.4
Net operating loss carryforwards utilized	7.2	69.4	15.3
Gain on sale of securities	—	—	(121.4)
Extraordinary item, loss on early retirement of debt, net of tax	—	17.1	—
Income (loss) from unconsolidated subsidiary	—	0.3	(4.5)
Minority interest in net earnings	—	—	22.2
Change in assets and liabilities, excluding acquisitions and dispositions:			
(Increase) in accounts receivable, net	(197.9)	(82.5)	(0.8)
(Increase) in inventories	(315.0)	(566.1)	(251.0)
(Increase) in other current assets, deferred charges and other assets	(82.7)	(74.2)	(99.1)
Increase in accounts payable	52.6	174.7	176.5
(Decrease) in accrued expenses	(280.4)	(220.3)	(215.5)
Increase (decrease) in federal income taxes payable and other liabilities	141.0	(11.9)	(16.9)
Net cash provided by (used in) operating activities	221.0	(105.8)	327.2
Cash flows from investing activities:			
Additions to property and equipment	(502.3)	(341.6)	(328.9)
Acquisitions, net of cash	(62.2)	—	(373.9)
Proceeds from sale of businesses and other property and equipment	50.5	192.7	240.4
Proceeds from sale of investments	—	309.7	485.8
Net cash (used in) provided by investing activities	(514.0)	160.8	23.4
Cash flows from financing activities:			
Additions to (reductions in) short-term borrowings	304.6	466.4	(52.0)
Proceeds from exercise of stock options	121.1	169.1	62.1
(Reductions in) additions to long-term debt	(41.9)	(917.2)	128.5
Dividends paid	(102.5)	(87.6)	(137.5)
Other	—	—	(25.8)
Net cash provided by (used in) financing activities	281.3	(369.3)	(24.7)
Net (decrease) increase in cash and cash equivalents	(11.7)	(314.3)	325.9
Cash and cash equivalents at beginning of year	192.5	506.8	180.9
Cash and cash equivalents at end of year	\$180.8	\$192.5	\$506.8

See accompanying notes to consolidated financial statements.