

Consolidated Statements of Shareholders' Equity

In millions	Shares			Dollars		
	1998	1997	1996	1998	1997	1996
Preference stock:						
Beginning of year	5.3	5.6	6.3	\$ 284.6	\$ 298.6	\$ 334.9
Conversion to common stock	(0.1)	(0.3)	(0.7)	(4.6)	(14.0)	(36.3)
End of year	5.2	5.3	5.6	280.0	284.6	298.6
Common stock:						
Beginning of year	393.7	369.3	357.5	3.9	3.7	357.5
Stock options exercised and awards under stock plans	7.5	10.9	4.1	0.1	0.1	4.1
Effect of change in par value	—	—	—	—	—	(365.6)
Other	0.2	13.5	7.7	—	0.1	7.7
End of year	401.4	393.7	369.3	4.0	3.9	3.7
Treasury stock:						
Beginning of year	(11.3)	(11.7)	(13.1)	(262.9)	(273.1)	(304.6)
Conversion of preference stock	0.2	0.5	1.4	4.2	12.2	31.6
Other	(0.1)	(0.1)	—	(1.5)	(2.0)	(0.1)
End of year	(11.2)	(11.3)	(11.7)	(260.2)	(262.9)	(273.1)
Guaranteed ESOP obligation:						
Beginning of year				(292.2)	(292.2)	(309.7)
Reduction of guaranteed ESOP obligation				21.5	—	17.5
End of year				(270.7)	(292.2)	(292.2)
Capital surplus:						
Beginning of year				1,154.0	941.2	532.4
Conversion of preference stock				0.3	1.8	4.7
Stock options exercised and awards under stock plans				176.2	195.9	56.7
Effect of change in par value				—	—	365.6
Other				5.9	15.1	(18.2)
End of year				1,336.4	1,154.0	941.2
Retained earnings:						
Beginning of year				1,727.2	1,737.9	1,956.7
Net earnings				396.4	76.9	208.2
Dividends:						
Preference stock, net of tax benefit				(13.6)	(13.7)	(14.4)
Redeemable preferred stock				—	—	(0.1)
Common stock				(88.9)	(73.9)	(51.7)
Footstar Distribution				—	—	(360.8)
End of year				2,021.1	1,727.2	1,737.9
Other:						
Beginning of year				—	(2.4)	0.2
Cumulative translation adjustment				—	—	(0.2)
Unrealized holding gain (loss) on investments, net				—	2.4	(2.4)
End of year				—	—	(2.4)
Total shareholders' equity				\$3,110.6	\$2,614.6	\$2,413.7

See accompanying notes to consolidated financial statements.