

Consolidated Statements of Stockholders' Equity

(in millions of dollars, except per share data)

	PMI Stockholders' Equity						
	Common Stock	Additional Paid-in Capital	Earnings Reinvested in the Business	Accumulated Other Comprehensive Losses	Cost of Repurchased Stock	Noncontrolling Interests	Total
Balances, January 1, 2009	\$ —	\$1,581	\$13,354	\$(2,281)	\$ (5,154)	\$ 404	\$ 7,904
Comprehensive earnings:							
Net earnings			6,342			210	6,552
Other comprehensive earnings (losses), net of income taxes:							
Currency translation adjustments, net of income taxes of (\$12)				1,329		2	1,331
Change in net loss and prior service cost, net of income taxes of \$30				36			36
Change in fair value of derivatives accounted for as hedges, net of income taxes of (\$8)				87			87
Change in fair value of equity securities				12			12
Total other comprehensive earnings				1,464		2	1,466
Total comprehensive earnings			6,342	1,464		212	8,018
Exercise of stock options and issuance of other stock awards		(171)			453		282
Dividends declared (\$2.24 per share)			(4,338)				(4,338)
Purchase of subsidiary shares from noncontrolling interests		(7)				(2)	(9)
Payments to noncontrolling interests						(185)	(185)
Common stock repurchased					(5,527)		(5,527)
Balances, December 31, 2009	—	1,403	15,358	(817)	(10,228)	429	6,145
Comprehensive earnings:							
Net earnings			7,259			213 ⁽¹⁾	7,472 ⁽¹⁾
Other comprehensive earnings (losses), net of income taxes:							
Currency translation adjustments, net of income taxes of (\$107)				(54)		(5) ⁽¹⁾	(59)
Change in net loss and prior service cost, net of income taxes of \$23				(242)			(242)
Change in fair value of derivatives accounted for as hedges, net of income taxes of \$3				(17)			(17)
Change in fair value of equity securities				(10)			(10)
Total other comprehensive losses				(323)		(5)	(328)
Total comprehensive earnings			7,259	(323)		208	7,144
Exercise of stock options and issuance of other stock awards		(178)			543		365
Dividends declared (\$2.44 per share)			(4,484)				(4,484)
Payments to noncontrolling interests						(210)	(210)
Common stock repurchased					(5,027)		(5,027)
Balances, December 31, 2010	—	1,225	18,133	(1,140)	(14,712)	427	3,933
Comprehensive earnings:							
Net earnings			8,591			191 ⁽¹⁾	8,782 ⁽¹⁾
Other comprehensive earnings (losses), net of income taxes:							
Currency translation adjustments, net of income taxes of \$10				(800)		(52) ⁽¹⁾	(852)
Change in net loss and prior service cost, net of income taxes of \$125				(935)		(2)	(937)
Change in fair value of derivatives accounted for as hedges, net of income taxes of (\$3)				13			13
Change in fair value of equity securities				(1)			(1)
Total other comprehensive losses				(1,723)		(54)	(1,777)
Total comprehensive earnings			8,591	(1,723)		137	7,005
Exercise of stock options and issuance of other stock awards		12			212		224
Dividends declared (\$2.82 per share)			(4,967)				(4,967)
Payments to noncontrolling interests						(241)	(241)
Purchase of subsidiary shares from noncontrolling interests		(2)				(1)	(3)
Common stock repurchased					(5,400)		(5,400)
Balances, December 31, 2011	\$ —	\$1,235	\$21,757	\$(2,863)	\$(19,900)	\$ 322	\$ 551

(1) Net earnings attributable to noncontrolling interests exclude \$97 million of earnings related to the redeemable noncontrolling interest, which is reported outside of the equity section in the consolidated balance sheet at December 31, 2011. Currency translation adjustments related to redeemable noncontrolling interest at December 31, 2011, were less than \$1 million. Net earnings attributable to noncontrolling interests exclude \$26 million of earnings related to the redeemable noncontrolling interest, which is reported outside of the equity section in the consolidated balance sheet at December 31, 2010. Currency translation adjustments also exclude \$16 million of gains related to the redeemable noncontrolling interest at December 31, 2010.

See notes to consolidated financial statements.