

CONSOLIDATED STATEMENTS OF CASH FLOWS

The Mosaic Company

	Years Ended May 31,		
<i>(in millions, except per share amounts)</i>	2008	2007	2006
Cash flows from Operating Activities			
Net earnings (loss)	\$2,082.8	\$ 419.7	\$(121.4)
Adjustments to reconcile net earnings (loss) to net cash provided by operating activities:			
Depreciation, depletion and amortization	358.1	329.4	324.1
Minority interest	8.7	3.9	4.4
Deferred income taxes	140.7	46.7	(38.9)
Equity in net earnings of nonconsolidated companies, net of dividends	10.3	(29.0)	(21.7)
Accretion expense for asset retirement obligations	26.5	28.2	52.1
Amortization of debt refinancing and issuance costs	2.1	3.9	3.4
Amortization of out-of-market contracts	(19.4)	(16.2)	(17.5)
Amortization of fair market value adjustment of debt	(2.8)	(27.2)	(47.9)
(Gain) loss on extinguishment of debt	2.6	(34.6)	-
Amortization of stock-based compensation expense	18.5	23.4	8.1
Restructuring and other charges (income)	18.3	(3.3)	287.6
Unrealized gains on derivatives	(14.8)	(20.3)	(9.0)
Excess tax benefits related to stock option exercises	(52.5)	-	-
Gain on sale of investment	(24.6)	-	-
Other	6.2	2.4	(6.8)
Changes in assets and liabilities:			
Receivables, net	(423.4)	(63.2)	144.1
Inventories, net	(547.1)	(19.3)	(16.8)
Other current assets	(21.1)	(34.9)	(3.8)
Accounts payable	522.9	30.9	(61.9)
Accrued liabilities	348.4	156.1	(36.4)
Other noncurrent liabilities	106.2	(88.7)	(53.3)
USAC contract settlement	-	-	(94.0)
Net cash provided by operating activities	2,546.6	707.9	294.4
Cash Flows from Investing Activities			
Capital expenditures	(372.1)	(292.1)	(404.4)
Proceeds from sale of business	7.9	-	-
Proceeds from note of Saskferco Products Inc.	-	-	44.0
Restricted cash	(1.2)	(14.4)	-
Proceeds from sale of investment	24.6	-	-
Investments in nonconsolidated companies	(8.1)	(1.4)	-
Other	7.3	3.9	1.2
Net cash used in investing activities	(341.6)	(304.0)	(359.2)
Cash Flows from Financing Activities			
Payments of short-term debt	(641.9)	(582.3)	(474.6)
Proceeds from issuance of short-term debt	633.7	569.1	508.8
Payments of long-term debt	(801.0)	(2,064.7)	(46.8)
Proceeds from issuance of long-term debt	2.0	1,998.9	6.6
Payment of tender premium on debt	-	(111.8)	-
Payments for deferred financing costs	-	(15.6)	-
Proceeds from stock options exercised	57.2	48.1	28.9
Payment for swap termination	-	(6.4)	-
Dividend paid to minority shareholder	(12.3)	(5.9)	(6.3)
Excess tax benefits related to stock option exercises	52.5	-	-
Cash dividends paid	-	(2.6)	(10.3)
Net cash (used in) provided by financing activities	(709.8)	(173.2)	6.3
Effect of exchange rate changes on cash	44.9	16.6	(13.2)
Net change in cash and cash equivalents	1,540.1	247.3	(71.7)
Cash and cash equivalents – beginning of period	420.6	173.3	245.0
Cash and cash equivalents – end of period	\$1,960.7	\$ 420.6	\$ 173.3

See Accompanying Notes to Consolidated Financial Statements