

## Consolidated Statement of Cash Flows

<i>In millions</i>	<i>Years ended December 31, 2018</i>	
<b>Operating activities</b>		
Net income	\$	5,924.3
Adjustments to reconcile to cash provided by operations		
Charges and credits:		
Depreciation and amortization		1,482.0
Deferred income taxes		102.6
Share-based compensation		125.1
Net gain on sale of restaurant businesses		(308.8)
Other		114.2
Changes in working capital items:		
Accounts receivable		(479.4)
Inventories, prepaid expenses and other current assets		(1.9)
Accounts payable		129.4
Income taxes		(33.4)
Other accrued liabilities		(87.4)
<b>Cash provided by operations</b>		<b>6,966.7</b>
<b>Investing activities</b>		
Capital expenditures		(2,741.7)
Purchases of restaurant businesses		(101.7)
Sales of restaurant businesses		530.8
Proceeds from sale of businesses in China and Hong Kong		—
Sales of property		160.4
Other		(302.9)
<b>Cash provided by (used for) investing activities</b>		<b>(2,455.1)</b>
<b>Financing activities</b>		
Net short-term borrowings		95.9
Long-term financing issuances		3,794.5
Long-term financing repayments		(1,759.6)
Treasury stock purchases		(5,207.7)
Common stock dividends		(3,255.9)
Proceeds from stock option exercises		403.2
Other		(20.0)
<b>Cash used for financing activities</b>		<b>(5,949.6)</b>
<b>Effect of exchange rates on cash and equivalents</b>		<b>(159.8)</b>
<b>Cash and equivalents increase (decrease)</b>		<b>(1,597.8)</b>
Change in cash balances of businesses held for sale		—
Cash and equivalents at beginning of year		2,463.8
<b>Cash and equivalents at end of year</b>		<b>\$</b> <span style="background-color: #c6e0b4; padding: 2px 20px;"> </span>

1. How much cash did the company generate or use in operating activities?

2. How much cash did the company generate or use in investing activities?

3. How much cash did the company generate or use in financing activities?

4. What is the company's ending cash balance? This number is hidden in a green box. You need to calculate this number from the information given.

5. The company's cash decreased significantly in 2018. Is this a bad thing? Why or why not? (Hint: look at where the company is spending most of its cash.)