

CHAPTER 10 Corporate Governance, Notes to the Financial Statements, and Other Disclosures

P10.11.

- a. Net sales in 2014 = **\$8,268 million** (*table, p. 13*)
- b. Operating income (earnings before interest and taxes) in 2013 = **\$1,474 million** (*table, p. 13*)
- c. Difference between operating income (earnings before interest and taxes) and net income (net earnings) in 2015 = $\$1,054 - \$666 = \textbf{\$388 million}$ (*table, p. 13*)
- d. Year(s) in which net income (net earnings) decreased as compared to the previous year = **2015 and 2016** (*table, p. 13*)
- e. Amount of interest paid in 2017 = **\$110 million** (*table, p. 71*)
- f. Number of stock options exercisable at July 30, 2017 = **194 thousand** (*table, p. 66*)
- g. Net sales to customers outside of the United States in 2017 = **\$1,533 million** (*table, p. 46, Total net sales for all geographic areas \$7,890 less U.S. \$6,357, or the addition of net sales made in Australia \$610 and "Other countries" \$923*)
- h. Cost of products sold for the third quarter of 2017 = $\$1,853 - \$678 = \textbf{\$1,175 million}$ (*table, p. 72*)

P10.12.

- a. Dividends per share declared in 2017 = **\$1.40** (*table, p. 13*)
- b. Capital expenditures in 2016 = **\$341 million** (*table, p. 13*)
- c. Year in which total equity grew by the greatest amount over the previous year = **2014, increased by \$410 million** ($\$1,602 - \$1,192$). (*table, p. 13*)
- d. Change in total debt from 2013 to 2017 = $\$4,438$ beginning amount - $\$3,536$ ending amount = **\$902 million decrease** (*table, p. 13*)

P10.12. (continued)

- e. Amount of finished products inventory in 2017 = **\$525 million** (*table, p. 69*)
- f. The company's effective income tax rate in 2017 = **31.4%** (*table, p. 56*)
- g. Net sales of the Global Biscuits and Snacks segment in 2017 = **\$2,598 million** (*table, p. 45*)
- h. Market price range of common stock for the fourth quarter of 2017
= High **\$59.14** - Low **\$50.62** = **\$8.52 range** (*table, p. 72*)