

A. O. SMITH CORPORATION
Statement of Cash Flows
(dollars in millions)
(unaudited)

	Six Months Ended June 30,	
	2019	2018
Operating Activities		
Net earnings	\$ 191.4	\$ 213.3
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities:		
Depreciation & amortization	38.4	35.4
Stock based compensation expense	10.8	7.9
Net changes in operating assets and liabilities:		
Current assets and liabilities	(75.9)	(62.6)
Noncurrent assets and liabilities	(21.0)	(20.8)
Cash Provided by Operating Activities	143.7	173.2
Investing Activities		
Capital expenditures	(36.5)	(39.5)
Acquisition	(107.0)	-
Investment in marketable securities	(202.3)	(248.5)
Net proceeds from sale of marketable securities	293.8	322.1
Cash (Used in) Provided by Investing Activities	(52.0)	34.1
Financing Activities		
Long-term debt incurred (repaid)	137.3	(162.3)
Common stock repurchases	(132.6)	(69.7)
Net payments from stock option activity	(0.5)	(0.1)
Dividends paid	(74.0)	(61.8)
Cash Used In Financing Activities	(69.8)	(293.9)
Net increase (decrease) in cash and cash equivalents	21.9	(86.6)
Cash and cash equivalents - beginning of period	259.7	346.6
Cash and Cash Equivalents - End of Period	\$ 281.6	\$ 260.0