

A. O. SMITH CORPORATION

Statement of Cash Flows

(dollars in millions)

(unaudited)

	Three Months Ended March 31,	
	2021	2020
Operating Activities		
Net earnings	\$ 97.7	\$ 51.7
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities:		
Depreciation & amortization	19.5	20.1
Stock based compensation expense	7.4	9.0
Net changes in operating assets and liabilities:		
Current assets and liabilities	(13.2)	(15.1)
Noncurrent assets and liabilities	(7.0)	(11.6)
Cash Provided by Operating Activities	104.4	54.1
Investing Activities		
Capital expenditures	(17.1)	(12.8)
Investment in marketable securities	(24.4)	(38.8)
Net proceeds from sale of marketable securities	54.0	78.0
Cash Provided by Investing Activities	12.5	26.4
Financing Activities		
Long-term debt (repaid) incurred	(6.8)	58.5
Common stock repurchases	(67.0)	(56.7)
Net proceeds (payments) from stock option activity	4.5	(1.2)
Dividends paid	(42.2)	(39.0)
Cash Used In Financing Activities	(111.5)	(38.4)
Net increase in cash and cash equivalents	5.4	42.1
Cash and cash equivalents - beginning of period	573.1	374.0
Cash and Cash Equivalents - End of Period	\$ 578.5	\$ 416.1