

**FORD MOTOR COMPANY AND SUBSIDIARIES**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 7. INCOME TAXES (Continued)**

**Other**

A reconciliation of the beginning and ending amount of unrecognized tax benefits for the years ended December 31 were as follows (in millions):

	2021	2022
Beginning balance	\$ 1,913	\$ 2,910
Increase – tax positions in prior periods	1,054	338
Increase – tax positions in current period	25	17
Decrease – tax positions in prior periods	( 54 )	( 236 )
Settlements	1	( 2 )
Lapse of statute of limitations	( 7 )	( 1 )
Foreign currency translation adjustment	( 22 )	( 87 )
Ending balance	<u>\$ 2,910</u>	<u>\$ 2,939</u>

The amount of unrecognized tax benefits that would affect the effective tax rate if recognized was \$ 2.9 billion as of December 31, 2021 and 2022.

Examinations by tax authorities have been completed through 2008 in Germany, 2014 in the United States, 2015 in Mexico, 2017 in Canada and China, 2018 in Spain and India, and 2019 in the United Kingdom.

Net interest on income taxes was \$ 2 million of expense, \$ 7 million of income, and \$ 23 million of expense for the years ended December 31, 2020, 2021, and 2022, respectively. These were reported in *Other income/(loss), net* on our consolidated income statements. Net payables for tax related interest were \$ 32 million and \$ 17 million as of December 31, 2021 and 2022, respectively.

Cash paid for income taxes was \$ 421 million, \$ 568 million, and \$ 801 million in 2020, 2021, and 2022, respectively.