

Consolidated Statement of Equity
International Business Machines Corporation and Subsidiary Companies

(\$ in millions except per share amounts)

	Common Stock and Additional Paid-In Capital	Retained Earnings	Treasury Stock	Accumulated Other Comprehensive Income/(Loss)	Total IBM Stockholders' Equity	Non- Controlling Interests	Total Equity
2017							
Equity, January 1, 2017	\$53,935	\$152,759	\$(159,050)	\$(29,398)	\$18,246	\$146	\$18,392
Cumulative effect of change in accounting principle*		102			102		102
Net income plus other comprehensive income/(loss)							
Net income		5,753			5,753		5,753
Other comprehensive income/(loss)				2,806	2,806		2,806
Total comprehensive income/(loss)					\$ 8,559		\$ 8,559
Cash dividends paid— common stock (\$5.90 per share)		(5,506)			(5,506)		(5,506)
Common stock issued under employee plans (4,311,998 shares)	631				631		631
Purchases (1,226,080 shares) and sales (463,083 shares) of treasury stock under employee plans—net		18	(134)		(116)		(116)
Other treasury shares purchased, not retired (27,237,179 shares)			(4,323)		(4,323)		(4,323)
Changes in other equity		0			0		0
Changes in noncontrolling interests						(15)	(15)
Equity, December 31, 2017	\$54,566	\$153,126	\$(163,507)	\$(26,592)	\$17,594	\$131	\$17,725

* Reflects the adoption of the FASB guidance on intra-entity transfers of assets.

Amounts may not add due to rounding.

The accompanying notes are an integral part of the financial statements.

(\$ in millions except per share amounts)

	Common Stock and Additional Paid-In Capital	Retained Earnings	Treasury Stock	Accumulated Other Comprehensive Income/(Loss)	Total IBM Stockholders' Equity	Non- Controlling Interests	Total Equity
2018							
Equity, January 1, 2018	\$54,566	\$153,126	\$(163,507)	\$(26,592)	\$17,594	\$131	\$17,725
Cumulative effect of change in accounting principle							
Revenue*		580			580		580
Stranded tax effects/other*		2,422		(2,422)			
Net income plus other comprehensive income/(loss)							
Net income		8,728			8,728		8,728
Other comprehensive income/(loss)				(476)	(476)		(476)
Total comprehensive income/(loss)					\$ 8,252		\$ 8,252
Cash dividends paid— common stock (\$6.21 per share)		(5,666)			(5,666)		(5,666)
Common stock issued under employee plans (3,998,245 shares)	585				585		585
Purchases (1,173,416 shares) and sales (424,589 shares) of treasury stock under employee plans—net		15	(117)		(103)		(103)
Other treasury shares purchased, not retired (32,949,233 shares)			(4,447)		(4,447)		(4,447)
Changes in other equity	0	0			0		0
Changes in noncontrolling interests						3	3
Equity, December 31, 2018	\$55,151	\$159,206	\$(168,071)	\$(29,490)	\$16,796	\$134	\$16,929

* Reflects the adoption of FASB guidance. Refer to note B, "Accounting Changes."

Amounts may not add due to rounding.

The accompanying notes are an integral part of the financial statements.