

**VULCAN MATERIALS COMPANY AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	2019	2018	2017
<i>For the years ended December 31 in thousands, except per share data</i>			
Total revenues	\$ 4,929,103	\$ 4,382,869	\$ 3,890,296
Cost of revenues	3,673,202	3,281,924	2,896,783
Gross profit	1,255,901	1,100,945	993,513
Selling, administrative and general expenses	370,548	333,371	324,972
Gain on sale of property, plant & equipment and businesses	23,752	14,944	17,827
Other operating expense, net	(31,647)	(34,805)	(47,324)
Operating earnings	877,458	747,713	639,044
Other nonoperating income, net	9,243	13,000	13,357
Interest income	1,155	554	4,437
Interest expense	130,155	137,977	295,522
Earnings from continuing operations before income taxes	757,701	623,290	361,316
Income tax expense (benefit)			
Current	58,941	40,516	354
Deferred	76,257	64,933	(232,429)
Total income tax expense (benefit)	135,198	105,449	(232,075)
Earnings from continuing operations	622,503	517,841	593,391
Earnings (loss) on discontinued operations, net of tax	(4,841)	(2,036)	7,794
Net earnings	\$ 617,662	\$ 515,805	\$ 601,185
Other comprehensive income (loss), net of tax			
Deferred gain on interest rate derivative	0	2,496	0
Amortization of prior interest rate derivative loss	227	226	1,862
Adjustment for funded status of benefit plans	(26,892)	(207)	(14,106)
Amortization of actuarial loss and prior service cost for benefit plans	1,142	4,365	2,154
Other comprehensive income (loss)	(25,523)	6,880	(10,090)
Comprehensive income	\$ 592,139	\$ 522,685	\$ 591,095
Basic earnings (loss) per share			
Continuing operations	\$ 4.71	\$ 3.91	\$ 4.48
Discontinued operations	(0.04)	(0.01)	0.06
Net earnings	\$ 4.67	\$ 3.90	\$ 4.54
Diluted earnings (loss) per share			
Continuing operations	\$ 4.67	\$ 3.87	\$ 4.40
Discontinued operations	(0.04)	(0.02)	0.06
Net earnings	\$ 4.63	\$ 3.85	\$ 4.46
Weighted-average common shares outstanding			
Basic	132,300	132,393	132,513
Assuming dilution	133,385	133,926	134,878

*The accompanying Notes to Consolidated Financial Statements are an integral part of these statements.*

**VULCAN MATERIALS COMPANY AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED BALANCE SHEETS**

<i>As of December 31 in thousands</i>	<b>2019</b>	<b>2018</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 271,589	\$ 40,037
Restricted cash	2,917	4,367
Accounts and notes receivable		
Customers, less allowance for doubtful accounts		
2019 — \$3,125; 2018 — \$2,090	532,012	512,279
Other	38,104	28,499
Inventories	458,308	429,330
Other current assets	76,396	64,633
Total current assets	1,379,326	1,079,145
Investments and long-term receivables	60,709	44,615
Property, plant & equipment, net	4,316,038	4,237,307
Operating lease right-of-use assets, net	408,189	0
Goodwill	3,167,061	3,165,396
Other intangible assets, net	1,091,475	1,095,378
Other noncurrent assets	225,995	210,289
<b>Total assets</b>	<b>\$ 10,648,793</b>	<b>\$ 9,832,130</b>
<b>Liabilities</b>		
Current maturities of long-term debt	25	23
Short-term debt	0	133,000
Trade payables and accruals	265,159	216,473
Accrued salaries, wages and management incentives	97,228	91,960
Accrued interest	19,167	19,631
Other current liabilities	153,984	141,463
Total current liabilities	535,563	602,550
Long-term debt	2,784,315	2,779,357
Deferred income taxes, net	633,039	567,283
Deferred management incentive and other compensation	22,856	16,604
Pension benefits	142,363	119,587
Other postretirement benefits	35,848	35,274
Asset retirement obligations	210,323	225,726
Deferred revenue	179,880	186,397
Operating lease liabilities	388,042	0
Other noncurrent liabilities	94,707	96,449
<b>Total liabilities</b>	<b>\$ 5,026,936</b>	<b>\$ 4,629,227</b>
Other commitments and contingencies (Note 12)		
<b>Equity</b>		
Common stock, \$1 par value, Authorized 480,000 shares,		
Outstanding 132,371 and 131,762 shares, respectively	132,371	131,762
Capital in excess of par value	2,791,353	2,798,486
Retained earnings	2,895,871	2,444,870
Accumulated other comprehensive loss	(197,738)	(172,215)
<b>Total equity</b>	<b>5,621,857</b>	<b>5,202,903</b>
<b>Total liabilities and equity</b>	<b>\$ 10,648,793</b>	<b>\$ 9,832,130</b>

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**VULCAN MATERIALS COMPANY AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

	2019	2018	2017
<i>For the years ended December 31 in thousands</i>			
<b>Operating Activities</b>			
Net earnings	\$ 617,662	\$ 515,805	\$ 601,185
Adjustments to reconcile net earnings to net cash provided by operating activities			
Depreciation, depletion, accretion and amortization	374,596	346,246	305,965
Noncash operating lease expense	35,344	0	0
Net gain on sale of property, plant & equipment and businesses	(23,752)	(14,944)	(17,827)
Contributions to pension plans	(8,882)	(109,631)	(20,023)
Share-based compensation expense	31,843	25,215	26,635
Deferred tax expense (benefit)	76,011	64,639	(235,697)
Cost of debt purchase	0	6,922	140,772
(Increase) decrease in assets excluding the initial effects of business acquisitions and dispositions			
Accounts and notes receivable	(29,734)	63,230	(81,561)
Inventories	(28,273)	(34,976)	(14,121)
Prepaid expenses	5,990	(2,167)	(28,445)
Other assets	(61,195)	(58,489)	(23,759)
Increase (decrease) in liabilities excluding the initial effects of business acquisitions and dispositions			
Accrued interest and income taxes	(4,644)	12,148	1,303
Trade payables and other accruals	21,788	40,181	9,823
Other noncurrent liabilities	(51,150)	(26,901)	(32,592)
Other, net	28,518	5,499	13,020
Net cash provided by operating activities	\$ 984,122	\$ 832,777	\$ 644,678
<b>Investing Activities</b>			
Purchases of property, plant & equipment	(384,094)	(469,088)	(459,566)
Proceeds from sale of property, plant & equipment	22,661	22,210	15,756
Proceeds from sale of businesses	1,744	11,256	287,292
Payment for businesses acquired, net of acquired cash	(44,151)	(221,419)	(1,109,725)
Other, net	(11,997)	(12,850)	(3,248)
Net cash used for investing activities	\$ (415,837)	\$ (669,891)	\$ (1,269,491)
<b>Financing Activities</b>			
Proceeds from short-term debt	366,900	739,900	5,000
Payment of short-term debt	(499,900)	(606,900)	(5,000)
Payment of current maturities and long-term debt	(23)	(892,055)	(1,463,308)
Proceeds from issuance of long-term debt	0	850,000	2,200,000
Debt issuance and exchange costs	0	(45,513)	(15,291)
Settlements of interest rate derivatives	0	3,378	0
Purchases of common stock	(2,602)	(133,983)	(60,303)
Dividends paid	(163,973)	(148,109)	(132,335)
Share-based compensation, shares withheld for taxes	(38,585)	(31,846)	(25,323)
Net cash provided by (used for) financing activities	\$ (338,183)	\$ (265,128)	\$ 503,440
Net increase (decrease) in cash and cash equivalents and restricted cash	230,102	(102,242)	(121,373)
Cash and cash equivalents and restricted cash at beginning of year	44,404	146,646	268,019
Cash and cash equivalents and restricted cash at end of year	\$ 274,506	\$ 44,404	\$ 146,646

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