

**DICK'S SPORTING GOODS, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME**  
(Amounts in thousands, except per share data)

	Fiscal Year Ended		
	February 3, 2018	January 28, 2017	January 30, 2016
Net sales	\$ 8,590,472	\$ 7,921,981	\$ 7,270,965
Cost of goods sold, including occupancy and distribution costs	6,101,412	5,556,198	5,088,078
GROSS PROFIT	2,489,060	2,365,783	2,182,887
Selling, general and administrative expenses	1,982,363	1,875,643	1,613,075
Pre-opening expenses	29,123	40,286	34,620
INCOME FROM OPERATIONS	477,574	449,854	535,192
Interest expense	8,047	5,856	4,012
Other (income) expense	(31,810)	(14,424)	305
INCOME BEFORE INCOME TAXES	501,337	458,422	530,875
Provision for income taxes	177,892	171,026	200,484
NET INCOME	\$ 323,445	\$ 287,396	\$ 330,391
EARNINGS PER COMMON SHARE:			
Basic	\$ 3.02	\$ 2.59	\$ 2.87
Diluted	\$ 3.01	\$ 2.56	\$ 2.83
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:			
Basic	106,977	111,095	115,230
Diluted	107,586	112,216	116,794

See accompanying notes to consolidated financial statements.

**DICK'S SPORTING GOODS, INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
(Dollars in thousands, except share and per share data)

	February 3, 2018	January 28, 2017
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 101,253	\$ 164,777
Accounts receivable, net	60,107	75,199
Income taxes receivable	4,433	2,307
Inventories, net	1,711,103	1,638,632
Prepaid expenses and other current assets	129,189	114,763
Total current assets	2,006,085	1,995,678
PROPERTY AND EQUIPMENT, NET	1,677,340	1,522,574
INTANGIBLE ASSETS, NET	136,587	140,835
GOODWILL	250,476	245,059
<b>OTHER ASSETS:</b>		
Deferred income taxes	13,639	45,927
Other	119,812	108,223
Total other assets	133,451	154,150
<b>TOTAL ASSETS</b>	<b>\$ 4,203,939</b>	<b>\$ 4,058,296</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 843,075	\$ 755,537
Accrued expenses	354,181	384,210
Deferred revenue and other liabilities	212,080	203,788
Income taxes payable	10,476	53,234
Current portion of other long-term debt and leasing obligations	5,202	646
Total current liabilities	1,425,014	1,397,415
<b>LONG-TERM LIABILITIES:</b>		
Other long-term debt and leasing obligations	60,084	4,679
Deferred income taxes	10,232	—
Deferred revenue and other liabilities	767,108	726,713
Total long-term liabilities	837,424	731,392
<b>COMMITMENTS AND CONTINGENCIES</b>		
<b>STOCKHOLDERS' EQUITY:</b>		
Preferred stock, par value \$0.01 per share, authorized shares 5,000,000; none issued and outstanding	—	—
Common stock, par value \$0.01 per share, authorized shares 200,000,000; issued shares 110,175,392 and 109,355,095 at February 3, 2018 and January 28, 2017, respectively; outstanding shares 78,317,898 and 85,619,878 at February 3, 2018 and January 28, 2017, respectively	783	856
Class B common stock, par value, \$0.01 per share, authorized shares 40,000,000; issued and outstanding shares 24,710,870 at February 3, 2018 and January 28, 2017, respectively	247	247
Additional paid-in capital	1,177,778	1,130,830
Retained earnings	2,205,651	1,956,066
Accumulated other comprehensive loss	(78)	(132)
Treasury stock, at cost, 31,857,494 and 23,735,217 at February 3, 2018 and January 28, 2017, respectively	(1,442,880)	(1,158,378)
Total stockholders' equity	1,941,501	1,929,489
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 4,203,939</b>	<b>\$ 4,058,296</b>

See accompanying notes to consolidated financial statements.

**DICK'S SPORTING GOODS, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(Dollars in thousands)

	Fiscal Year Ended		
	February 3, 2018	January 28, 2017	January 30, 2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Net income	\$ 323,445	\$ 287,396	\$ 330,391
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	237,651	233,834	193,594
Deferred income taxes	42,453	(45,036)	9,243
Stock-based compensation	36,239	33,602	29,288
Other non-cash items	5,327	721	626
Changes in assets and liabilities:			
Accounts receivable	(208)	(4,125)	(6,412)
Inventories	(71,751)	(84,733)	(136,420)
Prepaid expenses and other assets	(29,072)	(2,282)	(21,266)
Accounts payable	124,628	59,870	34,232
Accrued expenses	13,597	64,469	5,190
Income taxes payable / receivable	(39,347)	26,034	7,158
Deferred construction allowances	101,712	179,864	165,616
Deferred revenue and other liabilities	1,636	19,380	39,100
Net cash provided by operating activities	746,310	768,994	650,340
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Capital expenditures	(474,347)	(421,920)	(370,028)
Acquisitions, net of cash acquired	(8,957)	(118,769)	—
Deposits and purchases of other assets	(2,344)	(9,635)	(2,406)
Net cash used in investing activities	(485,648)	(550,324)	(372,434)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Revolving credit borrowings	2,742,800	2,159,600	1,338,100
Revolving credit repayments	(2,742,800)	(2,159,600)	(1,338,100)
Proceeds from term loan	62,492	—	—
Payments on other long-term debt and leasing obligations	(2,531)	(588)	(537)
Construction allowance receipts	—	—	—
Proceeds from exercise of stock options	16,558	31,089	20,617
Minimum tax withholding requirements	(5,841)	(7,060)	(7,753)
Cash paid for treasury stock	(284,583)	(145,738)	(357,276)
Cash dividends paid to stockholders	(73,099)	(67,972)	(64,715)
(Decrease) increase in bank overdraft	(37,236)	17,393	29,121
Net cash used in financing activities	(324,240)	(172,876)	(380,543)
<b>EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	54	47	(106)
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	(63,524)	45,841	(102,743)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD</b>	164,777	118,936	221,679
<b>CASH AND CASH EQUIVALENTS, END OF PERIOD</b>	<u>\$ 101,253</u>	<u>\$ 164,777</u>	<u>\$ 118,936</u>
<b>Supplemental disclosure of cash flow information:</b>			
Accrued property and equipment	\$ 29,834	\$ 70,129	\$ 43,481
Cash paid during the year for interest	\$ 8,598	\$ 4,983	\$ 3,308
Cash paid during the year for income taxes	\$ 185,798	\$ 196,712	\$ 186,741

See accompanying notes to consolidated financial statements.