## UNITED NATURAL FOODS, INC. AND SUBSIDIARIES CONSOLIDATED BALANCE SHEETS

(In thousands, except per share data)

ASSETS           Current assets:         \$ 15,441         \$ 18,549           Cash and cash equivalents         \$ 13,03,69         48,970           Accounts receivable, net of allowance of \$13,939 and \$9,638, respectively         \$ 1,03,169         \$ 1,021,663           Defered income taxes         40,635         35,228           Prepaid expenses and other current assets         40,925         45,989           Total current assets         1,626,70         1,611,109           Total current assets         1,626,70         1,611,109           Froperly and equipment, net         60,009         371,259         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         20,885         223,512           Other assets         42,255         35,878           Total assets         \$ 2,886,563         2,885,105           Total assets         \$ 2,886,563         2,885,105           Total assets         \$ 157,243         8,834           Total assets         \$ 157,244         162,483           Accounts payable         \$ 157,243         162,483           Accurued tayenses and other current liabilities         \$ 157,243         162,483           Total current liabilities         \$ 15,245         161,		July 29, 2017	July 30, 2016
Cash and cash equivalents         \$ 15,414         \$ 18,593           Accounts receivable, net of allowance of \$13,939 and \$9,638, respectively         525,636         489,708           Inventories         1,031,690         1,021,663           Deferred income taxes         40,635         35,228           Prepaid expenses and other current assets         49,295         45,998           Total current assets         1,662,670         1,611,190           Property and equipment, net         602,009         616,605           Godwill         371,259         36,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         208,289         222,314           Other assets         2,288,656         3,285,155         35,616         8           Total assets         5,288,656         3,285,155         35,416         8         445,255         35,87,155           Total current liabilities         5,534,616         \$ 445,543         445,343         445,436           Accrued expenses and other current liabilities         157,243         162,438         11,854           Current portion of long-term debt         12,128         11,854         169,722           Notes payable         223,612         426,519         426,519         426,519	ASSETS		
Accounts receivable, net of allowance of \$13,939 and \$9,638, respectively         525,636         489,708           Inventorics         1,031,609         1,021,663           Deferred income taxes         40,635         52,228           Prepaid expenses and other current assets         49,295         45,998           Total current assets         602,009         616,605           Goodwill         371,259         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         208,289         222,314           Other assets         42,255         35,878           Total sacts         52,886,50         \$2,885,105           Total sacts         534,616         \$45,450           Total sacts         534,616         \$445,430           Total current liabilities         534,616         \$445,430           Accounts payable         534,616         \$1,824           Accurued expenses and other current liabilities         703,987         619,223           Total current liabilities         703,987         619,223           Total current liabilities         28,437         29,451           Total current liabilities         28,437         29,451           Long-term liabilities         28,437         29,451	Current assets:		
Inventories         1,031,690         1,021,682           Deferred income taxes         40,635         35,228           Propadi expenses and other current assets         40,635         35,228           Total current assets         1,662,670         1,611,190           Property and equipment, net         600,000         61,605,60           Goodwill         371,259         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         208,289         222,314           Other assets         42,255         35,878           Total assets         \$2,886,50         2,885,155           Total tassets         \$2,886,50         2,885,155           Current flabilities         \$34,616         \$445,80           Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,884           Total current liabilities         703,987         469,729           Deferred income taxes         98,833         52,821           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,861         161,739           Total liabilities         1,204,619         1,204,619 <td>Cash and cash equivalents</td> <td>\$ 15,414</td> <td>\$ 18,593</td>	Cash and cash equivalents	\$ 15,414	\$ 18,593
Deferred income taxes         44,635         35,228           Prepaid expenses and other current assets         49,955         45,998           Total current assets         1,662,670         1,611,190           Property and equipment, net         600,091         616,605           Goodwill         371,255         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         42,255         35,878           Other assets         42,255         35,878           Total assets         2,288,503         2,885,155           Total assets         5,384,61         442,555           Accounts payable         5,334,61         5,445,40           Accounts payable         5,534,61         1,62,438           Current portion of long-term debt         15,724         16,243           Total current liabilities         70,3987         619,722           Other long-term diabilities         98,833         95,224           Other long-term liabilities         28,347         29,451           Total current liabilities         28,347         29,451           Deferred income taxes         98,833         95,224           Other long-term liabilities         28,347         29,451           Total c	Accounts receivable, net of allowance of \$13,939 and \$9,638, respectively	525,636	489,708
Prepaid expenses and other current assets         49,928         45,988           Total current assets         1,662,670         1,611,190           Property and equipment, net         602,090         616,605           Godwill         371,259         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         28,289,503         222,316           Other assets         42,255         35,878           Total assets         2,286,503         2,885,155           Total assets         42,255         35,878           Total assets         42,255         35,878           Total assets         534,616         445,430           Total assets         534,616         445,430           Accounts payable         534,616         162,438           Current portion of long-term debt         12,128         16,248           Total current liabilities         79,878         619,722           Other long-term liabilities         28,331         95,220           Other long-term liabilities         28,341         161,739           Total liabilities         1,20,442         1,332,61           Total liabilities         1,20,442         1,332,61           Total liabilities         1,20,	Inventories	1,031,690	1,021,663
Total current assets         1,662,670         1,611,190           Property and equipment, net         602,090         616,605           Goodwill         371,259         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         208,289         222,314           Other assets         42,255         35,878           Total assets         \$2,886,563         \$2,852,155           LIABILITIES AND STOCKHOLDERS' EQUITY           Current liabilities:           Accounts payable         \$534,616         \$445,430           Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         5         5           Stockholders' equity:         50	Deferred income taxes	40,635	35,228
Property and equipment, net         602,090         616,605           Goodwill         371,259         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         208,289         222,314           Other assets         42,255         35,878           Total assets         2,886,563         \$2,885,155           LIABILITIES AND STOCKHOLDERS' EQUITY           Current liabilities:           Accounts payable         \$34,616         \$445,430           Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         1,204,642         1,332,651           Stockholders' equity:         506         504           Preferred stock, \$0.01 par value,	Prepaid expenses and other current assets	49,295	45,998
Goodwill         371,259         366,168           Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         208,289         222,314           Other assets         42,255         35,878           Total assets         2,886,563         \$ 2,852,155           LIABILITIES AND STOCKHOLDERS' EQUITY           Current liabilities         534,616         \$ 445,430           Accounts payable         \$ 534,616         \$ 445,430           Accounted expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         466,1972           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         25,062         504           Stockholders' equity:         506         504           Preferred stock, \$0,01 par value, authorized 100,000 shares; 50	Total current assets	1,662,670	1,611,190
Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively         208,289         222,314           Other assets         42,255         35,878           Total assets         2,886,563         2,852,155           LIABILITIES AND STOCKHOLDERS' EQUITY           Current liabilities:           Accounts payable         \$534,616         \$445,430           Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         506         504           Stockholders' equity:         50         504           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding share	Property and equipment, net	602,090	616,605
Other assets         42,255         35,876.1           Itabilities         2,886,563         2,852,155           Current liabilities         534,616         445,430           Accounts payable         5534,616         445,430           Accured expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,611           Stockholders' equity:         Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding         ————————————————————————————————————	Goodwill	371,259	366,168
Total assets         \$ 2,886,563         \$ 2,852,155           LIABILITIES AND STOCKHOLDERS' EQUITY           Current liabilities:         \$ 534,616         \$ 445,430           Accounts payable         \$ 534,616         \$ 445,430           Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Stockholders' equity:         Total liabilities         5 0         50           Commitments and contingencies (Note 10)         5 0         50           Stockholders' equity:         5 0         50           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         5 0         504           Additional paid-in capital         460,011         436,167         406,161 </td <td>Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively</td> <td>208,289</td> <td>222,314</td>	Intangible assets, net of accumulated amortization of \$49,926 and \$34,315, respectively	208,289	222,314
LIABILITIES AND STOCKHOLDERS' EQUITY           Current liabilities:         3445,430           Accounts payable         \$534,616         \$445,430           Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         1,204,642         1,332,651           Stockholders' equity:         7         5           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167         46,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)         22,379           Retained earnings         1,581,921	Other assets	42,255	35,878
Current liabilities:         Current payable         \$ 534,616         \$ 445,430           Accound expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         500         1,204,642         1,332,651           Stockholders' equity:         500         500         500         500           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,105,212           Total stockholders' equity         1,519,504	Total assets	\$ 2,886,563	\$ 2,852,155
Accounts payable         \$ 534,616         \$ 445,430           Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         506         504           Stockholders' equity:         -         -         -           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,519,504	LIABILITIES AND STOCKHOLDERS' EQUITY		
Accrued expenses and other current liabilities         157,243         162,438           Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         506         504           Stockholders' equity:         -         -         -           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,681,921         1,519,504	Current liabilities:		
Current portion of long-term debt         12,128         11,854           Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         Stockholders' equity:         —           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,581,921         1,519,504	Accounts payable	\$ 534,616	\$ 445,430
Total current liabilities         703,987         619,722           Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         Stockholders' equity:           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,681,921         1,519,504	Accrued expenses and other current liabilities	157,243	162,438
Notes payable         223,612         426,519           Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         Stockholders' equity:         -           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,681,921         1,519,504	Current portion of long-term debt	12,128	11,854
Deferred income taxes         98,833         95,220           Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         Stockholders' equity:           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,681,921         1,519,504	Total current liabilities	703,987	619,722
Other long-term liabilities         28,347         29,451           Long-term debt, excluding current portion         149,863         161,739           Total liabilities         1,204,642         1,332,651           Commitments and contingencies (Note 10)         Stockholders' equity:           Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016         506         504           Additional paid-in capital         460,011         436,167           Accumulated other comprehensive loss         (13,963)         (22,379)           Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,681,921         1,519,504	Notes payable	223,612	426,519
Long-term debt, excluding current portion149,863161,739Total liabilities1,204,6421,332,651Commitments and contingencies (Note 10)Stockholders' equity:Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016506504Additional paid-in capital460,011436,167Accumulated other comprehensive loss(13,963)(22,379)Retained earnings1,235,3671,105,212Total stockholders' equity1,681,9211,519,504	Deferred income taxes	98,833	95,220
Total liabilities 1,204,642 1,332,651  Commitments and contingencies (Note 10)  Stockholders' equity:  Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding Common stock, \$0.01 par value, authorized 100,000 shares; 50,622 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016 506 504  Additional paid-in capital 460,011 436,167  Accumulated other comprehensive loss (13,963) (22,379)  Retained earnings 1,235,367 1,105,212  Total stockholders' equity 1,519,504	Other long-term liabilities	28,347	29,451
Commitments and contingencies (Note 10)  Stockholders' equity:  Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding Common stock, \$0.01 par value, authorized 100,000 shares; 50,622 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016  Additional paid-in capital  Accumulated other comprehensive loss  Retained earnings  1,235,367  1,105,212  Total stockholders' equity  1,681,921  1,519,504	Long-term debt, excluding current portion	149,863	161,739
Stockholders' equity:  Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding Common stock, \$0.01 par value, authorized 100,000 shares; 50,622 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016  Additional paid-in capital Accumulated other comprehensive loss  Retained earnings  1,235,367  1,105,212  Total stockholders' equity  Total stockholders' equity  Accumulated of the comprehensive loss  1,681,921  1,519,504	Total liabilities	1,204,642	1,332,651
Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding  Common stock, \$0.01 par value, authorized 100,000 shares; 50,622 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016  Additional paid-in capital  Accumulated other comprehensive loss  Retained earnings  1,235,367  1,105,212  Total stockholders' equity  Common stock, \$0.01 par value, authorized 100,000 shares; 50,622 issued and outstanding shares at July 30, 2016  506  504  460,011  436,167  1,235,367  1,105,212  1,519,504	Commitments and contingencies (Note 10)		
Common stock, \$0.01 par value, authorized 100,000 shares; 50,622 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016       506       504         Additional paid-in capital       460,011       436,167         Accumulated other comprehensive loss       (13,963)       (22,379)         Retained earnings       1,235,367       1,105,212         Total stockholders' equity       1,681,921       1,519,504	Stockholders' equity:		
shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016       506       504         Additional paid-in capital       460,011       436,167         Accumulated other comprehensive loss       (13,963)       (22,379)         Retained earnings       1,235,367       1,105,212         Total stockholders' equity       1,681,921       1,519,504	Preferred stock, \$0.01 par value, authorized 5,000 shares; none issued or outstanding	_	_
Accumulated other comprehensive loss       (13,963)       (22,379)         Retained earnings       1,235,367       1,105,212         Total stockholders' equity       1,681,921       1,519,504	Common stock, \$0.01 par value, authorized 100,000 shares; 50,622 issued and outstanding shares at July 29, 2017; 50,383 issued and outstanding shares at July 30, 2016	506	504
Retained earnings         1,235,367         1,105,212           Total stockholders' equity         1,681,921         1,519,504	Additional paid-in capital	460,011	436,167
Total stockholders' equity 1,681,921 1,519,504	Accumulated other comprehensive loss	(13,963)	(22,379)
	Retained earnings	1,235,367	1,105,212
Total liabilities and stockholders' equity \$ 2,886,563 \$ 2,852,155	Total stockholders' equity	1,681,921	1,519,504
	Total liabilities and stockholders' equity	\$ 2,886,563	\$ 2,852,155

See accompanying notes to consolidated financial statements.

## UNITED NATURAL FOODS, INC. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF INCOME

(In thousands, except per share data)

		Fiscal year ended				
		July 29, 2017		July 30, 2016		August 1, 2015
Net sales	\$	9,274,471	\$	8,470,286	\$	8,184,978
Cost of sales		7,845,550		7,190,935		6,924,463
Gross profit		1,428,921		1,279,351		1,260,515
Operating expenses		1,196,032		1,049,690		1,017,755
Restructuring and asset impairment expenses		6,864		5,552		803
Total operating expenses		1,202,896		1,055,242		1,018,558
Operating income		226,025		224,109		241,957
Other expense (income):						
Interest expense		17,114		16,259		14,498
Interest income		(360)		(1,115)		(356)
Other, net		(5,152)		743		(1,954)
Total other expense, net		11,602		15,887		12,188
Income before income taxes		214,423		208,222		229,769
Provision for income taxes		84,268		82,456		91,035
Net income	\$	130,155	\$	125,766	\$	138,734
Basic per share data:						
Net income	\$	2.57	\$	2.50	\$	2.77
Weighted average basic shares of common stock		50,570		50,313		50,021
Diluted per share data:	<del></del>					
Net income	\$	2.56	\$	2.50	\$	2.76
Weighted average diluted shares of common stock		50,775		50,399		50,267

See accompanying notes to consolidated financial statements.

## UNITED NATURAL FOODS, INC. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CASH FLOWS

	Fiscal year ended		
(In thousands)	July 29, 2017	July 30, 2016	August 1, 2015
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net income	\$ 130,155	\$ 125,766	\$ 138,734
Adjustments to reconcile net income to net cash provided by operating	\$ 150,155	\$ 123,700	\$ 130,734
activities:			
Depreciation and amortization	86,051	71,006	63,800
Deferred income tax (benefit) expense	(1,891)		15,339
Share-based compensation	25,675	15,308	13,981
Excess tax deficit (benefit) from share-based payment arrangements	1,320	83	(2,746)
Loss (gain) on disposals of property and equipment	943	458	(499)
Restructuring and asset impairment	640	758	803
Gain associated with acquisition of land	_	_	(2,824)
Gain associated with disposal of investment	(6,106)	<u> </u>	_
Provision for doubtful accounts	5,728	6,426	5,059
Non-cash interest (income) expense	175	(106)	389
Changes in assets and liabilities, net of acquired companies:			
Accounts receivable	(38,757)	29,417	(42,257)
Inventories	(6,929)	2,113	(153,701)
Prepaid expenses and other assets	(6,383)	5,381	4,541
Accounts payable	90,217	14,379	16,001
Accrued expenses and other liabilities	(62)	13,140	(7,756)
Net cash provided by operating activities	280,776	296,609	48,864
CASH FLOWS FROM INVESTING ACTIVITIES:			
Capital expenditures	(56,112)	(41,375)	(129,134)
Purchases of acquired businesses, net of cash acquired	(9,207)		(8,036)
Long-term investment	(2,000)		(3,000)
Proceeds from disposal of investment	9,192	_	(5,555) —
Payment of company owned life insurance premiums	(2,000)	(2,925)	(2,925)
Proceeds from disposals of property and equipment	168	109	1,026
Net cash used in investing activities	(59,959)		(142,069)
CASH FLOWS FROM FINANCING ACTIVITIES:		(55 0,5 15)	(1:2,00)
Proceeds from borrowings under revolving credit line	215,662	709,972	728,316
Repayments of borrowings under revolving credit line	(418,693)	,	(779,461)
Proceeds from borrowings of long-term debt	(110,075)	(010,101)	150,000
Repayments of long-term debt	(11,546)	(11,255)	(11,197)
(Decrease) increase in bank overdraft	(7,445)	` ' '	5,003
Proceeds from exercise of stock options	274	2,011	3,415
Payment of employee restricted stock tax withholdings	(1,313)		(2,430)
Excess tax (deficit) benefit from share-based payment arrangements	(1,320)		2,746
Capitalized debt issuance costs	(180)		(1,965)
Net cash (used in) provided by financing activities	(224,561)		94,427
Effect of exchange rate changes on cash and cash equivalents	565	$\frac{7}{(827)}$	42
NET (DECREASE) INCREASE IN CASH AND CASH		(021)	<u> </u>
EQUIVALENTS	(3,179)	1,213	1,264
Cash and cash equivalents at beginning of period	18,593	17,380	16,116
Cash and cash equivalents at ordering of period	\$ 15,414		\$ 17,380
Supplemental disclosures of cash flow information:	Ψ 15,717	Ψ 10,3/3	Ψ 17,500
Non-cash financing activity	\$	\$ -	\$ 14,088
Non-cash investing activity	\$	<u> </u>	
Cash paid for interest	\$ — \$ 17,115 \$ 78,984	\$ — \$ 16,696	\$ 14,088 \$ 14,632
Cash paid for federal and state income taxes, net of refunds	\$ 78,984	\$ 67,028	\$ 72,357
Cash para for reactar and state income taxes, liet of retuinds	<i>φ</i> /0,704	φ 07,028	ψ 12,331

See accompanying notes to consolidated financial statements.