

**ITEM 8. FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA**

**AUTODESK, INC.**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
(In millions, except per share data)

	Fiscal year ended January 31,		
	2018	2017	2016
Net revenue:			
Maintenance	\$ 989.6	\$ 1,103.1	\$ 1,152.5
Subscription	894.3	443.1	228.1
Total maintenance and subscription revenue	1,883.9	1,546.2	1,380.6
License and other	172.7	484.8	1,123.5
Total net revenue	2,056.6	2,031.0	2,504.1
Cost of revenue:			
Cost of maintenance and subscription revenue	214.4	191.7	162.3
Cost of license and other revenue	72.6	110.2	159.4
Amortization of developed technology	16.4	40.0	49.0
Total cost of revenue	303.4	341.9	370.7
Gross profit	1,753.2	1,689.1	2,133.4
Operating expenses:			
Marketing and sales	1,087.3	1,022.5	1,015.5
Research and development	755.5	766.1	790.0
General and administrative	305.2	287.8	293.4
Amortization of purchased intangibles	20.2	31.8	33.2
Restructuring charges and other facility exit costs, net	94.1	80.5	—
Total operating expenses	2,262.3	2,188.7	2,132.1
(Loss) income from operations	(509.1)	(499.6)	1.3
Interest and other expense, net	(48.2)	(24.2)	(21.6)
Loss before income taxes	(557.3)	(523.8)	(20.3)
Provision for income taxes	(9.6)	(58.3)	(310.2)
Net loss	\$ (566.9)	\$ (582.1)	\$ (330.5)
Basic net loss per share	\$ (2.58)	\$ (2.61)	\$ (1.46)
Diluted net loss per share	\$ (2.58)	\$ (2.61)	\$ (1.46)
Weighted average shares used in computing basic net loss per share	219.5	222.7	226.0
Weighted average shares used in computing diluted net loss per share	219.5	222.7	226.0

See accompanying Notes to Consolidated Financial Statements.



**AUTODESK, INC.**  
**CONSOLIDATED BALANCE SHEETS**  
(In millions, except per share data)

	January 31, 2018	January 31, 2017
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 1,078.0	\$ 1,213.1
Marketable securities	245.2	686.8
Accounts receivable, net	438.2	452.3
Prepaid expenses and other current assets	116.5	108.4
Total current assets	1,877.9	2,460.6
Marketable securities	190.8	306.2
Computer equipment, software, furniture, and leasehold improvements, net	145.0	158.6
Developed technologies, net	27.1	45.7
Goodwill	1,620.2	1,561.1
Deferred income taxes, net	81.7	63.9
Other assets	170.9	202.0
Total assets	\$ 4,113.6	\$ 4,798.1
<b>LIABILITIES AND STOCKHOLDERS' (DEFICIT) EQUITY</b>		
Current liabilities:		
Accounts payable	\$ 94.7	\$ 93.5
Accrued compensation	250.9	238.2
Accrued income taxes	28.0	50.0
Deferred revenue	1,551.6	1,270.1
Current portion of long-term notes payable, net	—	398.7
Other accrued liabilities	198.0	134.9
Total current liabilities	2,123.2	2,185.4
Long-term deferred revenue	403.5	517.9
Long-term income taxes payable	41.6	39.3
Long-term deferred income taxes	66.6	91.5
Long-term notes payable, net	1,586.0	1,092.0
Long-term other liabilities	148.7	138.4
Commitments and contingencies		
Stockholders' (deficit) equity:		
Preferred stock, \$0.01 par value; shares authorized 2.0; none issued or outstanding at January 31, 2018 and 2017	—	—
Common stock and additional paid-in capital, \$0.01 par value; shares authorized 750.0; 218.3 outstanding at January 31, 2018 and 220.3 outstanding at January 31, 2017	1,952.7	1,876.3
Accumulated other comprehensive loss	(123.8)	(178.5)
Accumulated deficit	(2,084.9)	(964.2)
Total stockholders' (deficit) equity	(256.0)	733.6
Total liabilities and stockholders' (deficit) equity	\$ 4,113.6	\$ 4,798.1

See accompanying Notes to Consolidated Financial Statements.



**AUTODESK, INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(In millions)

	Fiscal year ended January 31,		
	2018	2017	2016
<b>Operating Activities</b>			
Net loss	\$ (566.9)	\$ (582.1)	\$ (330.5)
Adjustments to reconcile net loss to net cash provided by operating activities:			
Depreciation, amortization, and accretion	108.4	139.2	145.8
Stock-based compensation expense	261.4	221.8	197.2
Deferred income taxes	(39.1)	(38.8)	235.9
Restructuring charges and other facility exit costs, net	94.1	80.5	—
Other operating activities	7.3	(7.7)	(25.0)
Changes in operating assets and liabilities, net of business combinations:			
Accounts receivable	13.3	201.5	(195.5)
Prepaid expenses and other current assets	(9.9)	(13.5)	(2.8)
Accounts payable and accrued liabilities	(13.9)	2.7	24.9
Deferred revenue	168.3	267.0	360.5
Accrued income taxes	(22.1)	(100.9)	3.5
Net cash provided by operating activities	0.9	169.7	414.0
<b>Investing Activities</b>			
Purchases of marketable securities	(514.0)	(1,867.9)	(2,250.1)
Sales of marketable securities	489.0	1,257.7	329.4
Maturities of marketable securities	594.3	1,057.2	1,376.6
Acquisitions, net of cash acquired	—	(85.2)	(148.5)
Capital expenditures	(50.7)	(76.0)	(72.4)
Other investing activities	(12.2)	(13.8)	(44.5)
Net cash provided by (used in) investing activities	506.4	272.0	(809.5)
<b>Financing Activities</b>			
Proceeds from issuance of common stock	94.4	119.6	110.8
Taxes paid related to net share settlement of equity awards	(143.1)	(76.2)	(51.6)
Repurchase and retirement of common shares	(699.0)	(621.7)	(458.0)
Proceeds from debt, net of discount	496.9	—	748.3
Repayments of debt	(400.0)	—	—
Other financing activities	(5.8)	—	(6.3)
Net cash (used in) provided by financing activities	(656.6)	(578.3)	343.2
Effect of exchange rate changes on cash and cash equivalents	14.2	(3.3)	(5.3)
Net decrease in cash and cash equivalents	(135.1)	(139.9)	(57.6)
Cash and cash equivalents at beginning of fiscal year	1,213.1	1,353.0	1,410.6
Cash and cash equivalents at end of fiscal year	\$ 1,078.0	\$ 1,213.1	\$ 1,353.0
<b>Supplemental cash flow information:</b>			
Cash paid during the year for interest	\$ 54.6	\$ 47.6	\$ 34.7
Net cash paid during the year for income taxes	\$ 84.5	\$ 77.7	\$ 59.1

See accompanying Notes to Consolidated Financial Statements.