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**CONSOLIDATED BALANCE SHEETS**

December 31 (dollars in millions)

	2017	2016
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 346.6	\$ 330.4
Marketable securities	473.4	424.2
Receivables	598.4	518.7
Inventories	291.2	251.1
Other current assets	57.2	37.6
<b>Total Current Assets</b>	1,766.8	1,562.0
Net property, plant and equipment	528.9	461.9
Goodwill	516.7	491.5
Other intangibles	308.7	308.3
Other assets	76.2	67.3
<b>Total Assets</b>	<u>\$3,197.3</u>	<u>\$2,891.0</u>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Trade payables	\$ 535.0	\$ 528.6
Accrued payroll and benefits	90.8	84.3
Accrued liabilities	110.7	101.0
Product warranties	44.5	44.5
Long-term debt due within one year	7.5	7.2
<b>Total Current Liabilities</b>	788.5	765.6
Long-term debt	402.9	316.4
Product warranties	97.9	96.4
Pension liabilities	48.1	109.0
Other liabilities	211.1	88.3
<b>Total Liabilities</b>	1,548.5	1,375.7
Commitments and contingencies	—	—
<b>Stockholders' Equity</b>		
Preferred Stock	—	—
Class A Common Stock (shares issued 26,239,559 and 26,313,351)	131.2	131.6
Common Stock (shares issued 164,468,033 and 164,394,241)	164.5	164.4
Capital in excess of par value	486.5	477.6
Retained earnings	1,792.6	1,593.0
Accumulated other comprehensive loss	(299.5)	(363.2)
Treasury stock at cost	(626.5)	(488.1)
<b>Total Stockholders' Equity</b>	1,648.8	1,515.3
<b>Total Liabilities and Stockholders' Equity</b>	<u>\$3,197.3</u>	<u>\$2,891.0</u>

See accompanying notes which are an integral part of these statements.

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**CONSOLIDATED STATEMENT OF EARNINGS**

Years ended December 31 (dollars in millions, except per share amounts)

	2017	2016	2015
Net sales	\$2,996.7	\$2,685.9	\$2,536.5
Cost of products sold	1,758.0	1,566.6	1,526.7
Gross profit	1,238.7	1,119.3	1,009.8
Selling, general and administrative expenses	718.2	658.9	610.7
Interest expense	10.1	7.3	7.4
Other income - net	(10.4)	(9.4)	(10.8)
Earnings before provision for income taxes	520.8	462.5	402.5
Provision for income taxes	224.3	136.0	119.6
<b>Net Earnings</b>	<b>\$ 296.5</b>	<b>\$ 326.5</b>	<b>\$ 282.9</b>
<b>Net Earnings Per Share of Common Stock</b>	<b>\$ 1.72</b>	<b>\$ 1.87</b>	<b>\$ 1.59</b>
<b>Diluted Net Earnings Per Share of Common Stock</b>	<b>\$ 1.70</b>	<b>\$ 1.85</b>	<b>\$ 1.58</b>

**CONSOLIDATED STATEMENT OF COMPREHENSIVE EARNINGS**

Years ended December 31 (dollars in millions)

	2017	2016	2015
Net Earnings	\$296.5	\$326.5	\$282.9
Other comprehensive earnings (loss)			
Foreign currency translation adjustments	52.7	(39.8)	(42.7)
Unrealized net (loss) gain on cash flow derivative instruments, less related income tax benefit (provision) of \$0.7 in 2017, \$0.6 in 2016 and \$(0.2) in 2015	(1.1)	(1.0)	0.3
Change in pension liability less related income tax (provision) benefit of \$(7.5) in 2017, \$5.7 in 2016 and \$(0.5) in 2015	12.1	(9.0)	1.0
<b>Comprehensive Earnings</b>	<b>\$360.2</b>	<b>\$276.7</b>	<b>\$241.5</b>

See accompanying notes which are an integral part of these statements.

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**CONSOLIDATED STATEMENT OF CASH FLOWS**

Years ended December 31 (dollars in millions)

	2017	2016	2015
<b>Operating Activities</b>			
Net earnings	\$ 296.5	\$ 326.5	\$ 282.9
Adjustments to reconcile earnings to cash provided by (used in) operating activities:			
Depreciation and amortization	70.1	65.1	63.0
U.S. Tax Reform income tax expense	81.8	—	—
Pension (income) expense	(9.1)	(6.9)	0.1
Stock based compensation expense	9.9	9.4	8.8
Net changes in operating assets and liabilities, net of acquisitions:			
Current assets and liabilities	(127.8)	68.5	16.8
Noncurrent assets and liabilities	5.0	(16.0)	(19.9)
<b>Cash Provided by Operating Activities</b>	<b>326.4</b>	<b>446.6</b>	<b>351.7</b>
<b>Investing Activities</b>			
Acquisitions of businesses	(43.1)	(90.8)	—
Investments in marketable securities	(583.5)	(563.8)	(428.8)
Proceeds from sales of marketable securities	562.7	435.1	315.4
Capital expenditures	(94.2)	(80.7)	(72.7)
<b>Cash Used in Investing Activities</b>	<b>(158.1)</b>	<b>(300.2)</b>	<b>(186.1)</b>
<b>Financing Activities</b>			
Long-term debt incurred	86.5	74.1	28.1
Common stock repurchases	(139.1)	(135.2)	(128.1)
Net (payments) proceeds from stock option activity	(0.9)	5.7	6.4
Acquisition related contingent payment	(1.7)	—	—
Dividends paid	(96.9)	(84.2)	(67.8)
<b>Cash Used in Financing Activities</b>	<b>(152.1)</b>	<b>(139.6)</b>	<b>(161.4)</b>
Net increase in cash and cash equivalents	16.2	6.8	4.2
Cash and cash equivalents-beginning of year	330.4	323.6	319.4
<b>Cash and Cash Equivalents-End of Year</b>	<b>\$ 346.6</b>	<b>\$ 330.4</b>	<b>\$ 323.6</b>

See accompanying notes which are an integral part of these statements.