

Cintas Corporation
Consolidated Condensed Statements of Cash Flows
(Unaudited)
(In thousands)

	Nine Months Ended	
	February 29, 2016	February 28, 2015
<u>Cash flows from operating activities:</u>		
Net income	\$ 562,622	\$ 325,403
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	110,535	104,950
Amortization of intangible assets	12,136	11,090
Stock-based compensation	57,169	36,016
Gain on Storage Transactions	(15,786)	(35,036)
Loss on investment in Shred-it Partnership	24,288	4,570
Gain on sale of investment in Shred-it Partnership	(374,026)	-
Gain on sale of stock of an equity method investment	-	(21,739)
Deferred income taxes	(74,540)	15,428
Change in current assets and liabilities, net of acquisitions of businesses:		
Accounts receivable, net	(41,523)	(3,168)
Inventories, net	(24,009)	15,370
Uniforms and other rental items in service	(6,905)	(22,203)
Prepaid expenses and other current assets	(1,580)	(1,609)
Accounts payable	37,370	(33,615)
Accrued compensation and related liabilities	(3,731)	(7,086)
Accrued liabilities and other	(18,301)	1,841
Income taxes, current	53,435	(12,566)
Net cash provided by operating activities	297,154	377,646
<u>Cash flows from investing activities:</u>		
Capital expenditures	(207,502)	(163,040)
Proceeds from redemption of marketable securities	327,779	18,711
Purchase of marketable securities and investments	(384,796)	(79,947)
Proceeds from Storage Transactions, net of cash contributed	35,338	154,891
Proceeds from Shredding Transactions	578,257	3,344
Proceeds from sale of stock of an equity method investment	-	29,933
Dividends received on equity method investment	-	5,247
Acquisitions of businesses, net of cash acquired	(151,731)	(13,798)
Other, net	4,433	1,583
Net cash provided by (used in) investing activities	201,778	(43,076)
<u>Cash flows from financing activities:</u>		
Repayment of debt	(16)	(456)
Proceeds from exercise of stock-based compensation awards	22,260	31,956
Dividends paid	(115,273)	(201,941)
Repurchase of common stock	(502,439)	(314,648)

Other, net	<u>1,153</u>	<u>3,139</u>
Net cash used in financing activities	(594,315)	(481,950)
Effect of exchange rate changes on cash and cash equivalents	<u>(6,574)</u>	<u>(7,588)</u>
Net decrease in cash and cash equivalents	(101,957)	(154,968)
Cash and cash equivalents at beginning of period	<u>417,073</u>	<u>513,288</u>
Cash and cash equivalents at end of period	<u>\$ 315,116</u>	<u>\$ 358,320</u>