

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

	Nine Months Ended	
	February 28, 2018	February 28, 2017
<u>Cash flows from operating activities:</u>		
Net income	\$ 656,415	\$ 396,473
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	157,319	120,493
Amortization of intangible assets	47,583	11,221
Stock-based compensation	86,044	63,578
Gain on sale of business	(99,060)	-
Gain on Shred-it	-	(25,876)
Deferred income taxes	(120,428)	(3,472)
Change in current assets and liabilities, net of acquisitions of businesses:		
Accounts receivable, net	(40,046)	(28,646)
Inventories, net	4,011	(23,364)
Uniforms and other rental items in service	(44,050)	(53)
Prepaid expenses and other current assets	(17,925)	(11,387)
Accounts payable	(580)	15,538
Accrued compensation and related liabilities	(2,209)	(5,812)
Accrued liabilities and other	2,253	(6,079)
Income taxes, current	31,537	(18,856)
Net cash provided by operating activities	660,864	483,758
<u>Cash flows from investing activities:</u>		
Capital expenditures	(196,040)	(218,621)
Proceeds from redemption of marketable securities and investments	146,302	172,506
Purchase of marketable securities and investments	(157,528)	(125,634)
Proceeds from sale of business	127,835	-
Proceeds from sale of investment in Shred-it	-	25,876
Acquisitions of businesses, net of cash acquired	(12,298)	(19,630)
Other, net	1,746	28
Net cash used in investing activities	(89,983)	(165,475)
<u>Cash flows from financing activities:</u>		
Issuance of commercial paper, net	137,000	99,500
Repayment of debt	(550,000)	(250,000)
Prepaid short-term debt financing fees	-	(13,949)
Proceeds from exercise of stock-based compensation awards	35,838	25,114
Dividends paid	(175,589)	(142,444)
Repurchase of common stock	(37,050)	(20,054)
Other, net	(2,489)	(5,801)
Net cash used in financing activities	(592,290)	(307,634)
Effect of exchange rate changes on cash and cash equivalents	4,706	(2,762)
Net (decrease) increase in cash and cash equivalents	(16,703)	7,887
Cash and cash equivalents at beginning of period	169,266	139,357
Cash and cash equivalents at end of period	\$ 152,563	\$ 147,244