

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

	Six Months Ended	
	November 30, 2018	November 30, 2017
<u>Cash flows from operating activities:</u>		
Net income	\$ 455,528	\$ 354,320
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	107,112	107,578
Amortization of intangible assets and capitalized costs	67,559	31,261
Stock-based compensation	74,784	55,204
Gain on sale of a cost method investment	(69,373)	-
Gain on sale of business	-	(99,060)
Deferred income taxes	19,227	42,162
Change in current assets and liabilities, net of acquisitions of businesses:		
Accounts receivable, net	(85,748)	(24,800)
Inventories, net	(53,227)	2,595
Uniforms and other rental items in service	(57,684)	(33,294)
Prepaid expenses and other current assets and other assets	(58,161)	(18,573)
Accounts payable	(1,955)	(8,706)
Accrued compensation and related liabilities	(20,969)	(36,480)
Accrued liabilities and other	(15,322)	(1,940)
Income taxes, current	(17,204)	8,742
Net cash provided by operating activities	344,567	379,009
<u>Cash flows from investing activities:</u>		
Capital expenditures	(137,614)	(132,466)
Proceeds from redemption of marketable securities and investments	-	100,259
Purchase of marketable securities and investments	(14,071)	(99,877)
Proceeds from sale of a cost method investment	73,342	-
Proceeds from sale of business	-	127,835
Acquisitions of businesses, net of cash acquired	(6,580)	(1,099)
Other, net	(1,717)	(870)
Net cash used in investing activities	(86,640)	(6,218)
<u>Cash flows from financing activities:</u>		
Issuance (payments) of commercial paper, net	173,500	(50,500)
Repayment of debt	-	(250,000)
Proceeds from exercise of stock-based compensation awards	32,612	28,558
Repurchase of common stock	(508,129)	(35,697)
Other, net	(5,362)	(1,882)
Net cash used in financing activities	(307,379)	(309,521)
Effect of exchange rate changes on cash and cash equivalents	(793)	3,466
Net (decrease) increase in cash and cash equivalents	(50,245)	66,736
Cash and cash equivalents at beginning of period	138,724	169,266
Cash and cash equivalents at end of period	<u>\$ 88,479</u>	<u>\$ 236,002</u>