

ITEM 6.

SELECTED FINANCIAL DATA

FIVE-YEAR FINANCIAL SUMMARY

(Dollar amounts in millions, except per share data)

<u>Year Ended December 31,</u>	<u>2014(a)</u>	<u>2013(a)</u>	<u>2012(a)</u>	<u>2011(a)</u>	<u>2010(a)</u>
From the Consolidated Statements of Income					
Sales	\$ 12,273	\$ 11,925	\$ 11,224	\$ 11,252	\$ 10,116
Cost of sales, exclusive of depreciation and amortization	6,962	6,744	6,396	6,458	5,754
Selling, general and administrative	1,308	1,349	1,270	1,239	1,196
Depreciation and amortization	1,170	1,109	1,001	1,003	925
Research and development	96	98	98	90	79
Venezuela currency devaluation and other charges – net	138	32	65	1	85
Other income (expenses) – net	9	32	43	7	5
Operating profit	2,608	2,625	2,437	2,468	2,082
Interest expense – net	213	178	141	145	118
Income before income taxes and equity investments	2,395	2,447	2,296	2,323	1,964
Income taxes	691	649	586	641	768
Income before equity investments	1,704	1,798	1,710	1,682	1,196
Income from equity investments	42	38	34	40	38
Net income (including noncontrolling interests)	1,746	1,836	1,744	1,722	1,234
Noncontrolling interests	(52)	(81)	(52)	(50)	(39)
Net income – Praxair, Inc.	\$ 1,694	\$ 1,755	\$ 1,692	\$ 1,672	\$ 1,195
Per Share Data – Praxair, Inc. Shareholders					
Basic earnings per share	\$ 5.79	\$ 5.94	\$ 5.67	\$ 5.53	\$ 3.90
Diluted earnings per share	\$ 5.73	\$ 5.87	\$ 5.61	\$ 5.45	\$ 3.84
Cash dividends per share	\$ 2.60	\$ 2.40	\$ 2.20	\$ 2.00	\$ 1.80
Weighted Average Shares Outstanding (000's)					
Basic shares outstanding	292,494	295,523	298,316	302,237	306,720
Diluted shares outstanding	295,608	298,965	301,845	306,722	311,395
Other Information and Ratios					
Total assets	\$ 19,802	\$ 20,255	\$ 18,090	\$ 16,356	\$ 15,274
Total debt	\$ 9,258	\$ 8,811	\$ 7,362	\$ 6,562	\$ 5,557
Cash flow from operations	\$ 2,868	\$ 2,917	\$ 2,752	\$ 2,455	\$ 1,905
Adjusted EBITDA (b)	\$ 3,958	\$ 3,804	\$ 3,537	\$ 3,512	\$ 3,130
Capital expenditures	\$ 1,689	\$ 2,020	\$ 2,180	\$ 1,797	\$ 1,388
Acquisitions, net of cash acquired	\$ 206	\$ 1,323	\$ 280	\$ 294	\$ 148
After-tax return on capital (b)	12.7%	12.8%	13.9%	14.8%	14.5%
Return on equity (b)	28.7%	28.6%	28.9%	28.1%	26.4%
Debt-to-capital ratio (b)	59.6%	54.3%	51.9%	51.8%	47.3%
Debt-to-adjusted EBITDA (b)	2.3	2.2	1.9	1.7	1.6
Shares outstanding (000's)	289,262	294,134	296,229	298,530	303,997
Number of employees	27,780	27,560	26,539	26,184	26,261

(a) Amounts for 2014 include: (i) a pre-tax charge of \$131 million (\$131 million after-tax, or \$0.45 per diluted share) related to the Venezuela currency devaluation, (ii) a pre-tax charge of \$7 million (\$5 million after-tax, or \$0.02 per diluted share) related to pension settlements; and (iii) a pre-tax charge of \$36 million (\$22 million after-tax, or \$0.07 per diluted share) related to a bond redemption.

Amounts for 2013 include: (i) a pre-tax charge of \$23 million (\$23 million after-tax, or \$0.08 per diluted share) related to the Venezuela currency devaluation; (ii) a pre-tax charge of \$9 million (\$6 million after-tax, or \$0.02 per diluted share) related to pension settlements; (iii) an income tax benefit of \$40 million (\$24 million net of noncontrolling interests, or \$0.08 per diluted

share) related to a realignment of the Italian legal structure; and (iv) a pre-tax charge of \$18 million (\$12 million after-tax, or \$0.04 per diluted share) related to a bond redemption.

Amounts for 2012 include: (i) a pre-tax charge of \$56 million, (\$38 million after-tax and non-controlling interests, or \$0.12 per diluted share) related to the 2012 cost reduction program; (ii) a pre-tax charge of \$9 million (\$6 million after-tax, or \$0.02 per diluted share) related to pension settlement; and (iii) an income tax benefit of \$55 million (\$0.18 per diluted share) related to a loss on a liquidated subsidiary as a result of the divestiture of the U.S. Homecare business.

Amounts for 2011 include: (i) a pre-tax net gain on acquisition of \$39 million (\$37 million after-tax, or \$0.12 per diluted share); and (ii) a pre-tax charge of \$40 million (\$31 million after-tax, or \$0.10 per diluted share) relating to the 2011 cost reduction program.

Amounts for 2010 include: (i) an income tax charge of \$250 million related to a Spanish income tax settlement (\$0.80 per diluted share); (ii) a pre-tax charge of \$58 million (\$40 million after-tax, or \$0.13 per diluted share) related to the U.S. homecare divestiture; (iii) a net repatriation tax benefit of \$35 million (\$0.11 per diluted share); and (iv) a pre-tax charge of \$27 million (\$26 million after-tax, or \$0.08 per diluted share) related to the Venezuela currency devaluation.

See Notes 2, 5 and 7 to the consolidated financial statements.

- (b) Non-GAAP measures. See the “Non-GAAP Financial Measures” section in Item 7 for definitions and reconciliation to reported amounts.