

ITEM 6.

SELECTED FINANCIAL DATA
FIVE-YEAR FINANCIAL SUMMARY
(Dollar amounts in millions, except per share data)

Year Ended December 31,	2017(a)	2016(a)	2015(a)	2014(a)	2013(a)
From the Consolidated Statements of Income					
Sales	\$ 11,437	\$ 10,534	\$ 10,776	\$ 12,273	\$ 11,925
Cost of sales, exclusive of depreciation and amortization	6,455	5,860	5,960	6,962	6,744
Selling, general and administrative	1,207	1,145	1,152	1,308	1,349
Depreciation and amortization	1,184	1,122	1,106	1,170	1,109
Research and development	93	92	93	96	98
Transaction costs and other charges	54	100	172	138	32
Other income (expenses) – net	4	23	28	9	32
Operating profit	2,448	2,238	2,321	2,608	2,625
Interest expense – net	161	190	161	213	178
Income before income taxes and equity investments	2,287	2,048	2,160	2,395	2,447
Income taxes	1,026	551	612	691	649
Income before equity investments	1,261	1,497	1,548	1,704	1,798
Income from equity investments	47	41	43	42	38
Net income (including noncontrolling interests)	1,308	1,538	1,591	1,746	1,836
Noncontrolling interests	(61)	(38)	(44)	(52)	(81)
Net income – Praxair, Inc.	\$ 1,247	\$ 1,500	\$ 1,547	\$ 1,694	\$ 1,755
Per Share Data – Praxair, Inc. Shareholders					
Basic earnings per share	\$ 4.36	\$ 5.25	\$ 5.39	\$ 5.79	\$ 5.94
Diluted earnings per share	\$ 4.32	\$ 5.21	\$ 5.35	\$ 5.73	\$ 5.87
Cash dividends per share	\$ 3.15	\$ 3.00	\$ 2.86	\$ 2.60	\$ 2.40
Weighted Average Shares Outstanding (000's)					
Basic shares outstanding	286,261	285,677	287,005	292,494	295,523
Diluted shares outstanding	289,114	287,757	289,055	295,608	298,965
Other Information and Ratios					
Total assets	\$ 20,436	\$ 19,332	\$ 18,319	\$ 19,769	\$ 20,223
Total debt	\$ 9,000	\$ 9,515	\$ 9,231	\$ 9,225	\$ 8,779
Net debt (b)	\$ 8,383	\$ 8,991	\$ 9,084	\$ 9,099	\$ 8,641
Cash flow from operations	\$ 3,041	\$ 2,773	\$ 2,695	\$ 2,887	\$ 2,936
Net cash used for investing activities	\$ (1,314)	\$ (1,770)	\$ (1,303)	\$ (1,803)	\$ (3,237)
Net cash used for financing activities	\$ (1,656)	\$ (643)	\$ (1,310)	\$ (1,027)	\$ 309
EBITDA (b)	\$ 3,679	\$ 3,401	\$ 3,470	\$ 3,820	\$ 3,772
Adjusted EBITDA (b)	\$ 3,733	\$ 3,501	\$ 3,642	\$ 3,958	\$ 3,804
Capital expenditures	\$ 1,311	\$ 1,465	\$ 1,541	\$ 1,689	\$ 2,020
Acquisitions, net of cash acquired	\$ 33	\$ 363	\$ 82	\$ 206	\$ 1,323
Debt-to-capital ratio (b)	56.2%	62.3%	64.9%	59.5%	54.2%
Shares outstanding (000's)	286,777	284,901	284,879	289,262	294,134
Number of employees	26,461	26,498	26,657	27,780	27,560

- (a) Amounts for 2017 include: (i) charges of \$52 million (\$48 million after-tax, or \$0.17 per diluted share) for transaction costs related to the potential Linde merger, (ii) a pension settlement charge of \$2 million (\$1 million after-tax) related to lump sum benefit payments made from an international pension plan, and (iii) income tax charges, net of \$394 million (\$1.36 per diluted share) due to U.S. Tax Cuts and Jobs Act.

Amounts for 2016 include: (i) a \$16 million charge to interest expense (\$10 million after-tax, or \$0.04 per diluted share) related to the redemption of the \$325 million 5.20% notes due 2017, (ii) a pre-tax pension settlement charge of \$4 million (\$3 million after-tax, or \$0.01 per diluted share) related to lump sum benefit payments made from the U.S. supplemental pension plan, and (iii) pre-tax charges of \$96 million (\$63 million after-tax and non-controlling interests, or \$0.22 per diluted share) primarily related to cost reduction actions.

Amounts for 2015 include: (i) a pre-tax charge of \$165 million (\$125 million after-tax, or \$0.43 per diluted share) related to the cost reduction program and other charges; and (ii) a pre-tax charge of \$7 million (\$5 million after-tax, or \$0.02 per diluted share) related to a pension settlement.

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.

See Notes 2, 5, 11 and 16 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.