



## B. FINANCIAL STATEMENTS

### EASTMAN KODAK COMPANY CONSOLIDATED STATEMENT OF OPERATIONS (Unaudited) (in millions)

	Three Months Ended June 30,	
	2019	2018
Revenues		
Sales	\$ 240	\$ 261
Services	67	71
Total revenues	307	332
Cost of revenues		
Sales	218	237
Services	47	50
Total cost of revenues	265	287
Gross profit	42	45
Selling, general and administrative expenses	54	59
Research and development costs	11	12
Restructuring costs and other	2	2
Other operating income, net	—	(2)
Loss from continuing operations before interest expense, pension income excluding service cost component, other charges, net, and income taxes	(25)	(26)
Interest expense	5	2
Pension income excluding service cost component	(26)	(32)
Other charges, net	—	1
(Loss) earnings from continuing operations before income taxes	(4)	3
Provision for income taxes	2	—
(Loss) earnings from continuing operations	(6)	3
Income from discontinued operations, net of income taxes	207	1
Net Income	\$ 201	\$ 4

The notes accompanying the financial statements contained in the Company's second quarter 2019 Form 10-Q are an integral part of these consolidated financial statements.

**EASTMAN KODAK COMPANY**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Unaudited)**  
(in millions)

	June 30, 2019	December 31, 2018
<b>ASSETS</b>		
Cash and cash equivalents	\$ 216	\$ 246
Trade receivables, net of allowances of \$8 and \$9, respectively	204	232
Inventories, net	251	236
Other current assets	57	51
Current assets held for sale	1	113
Total current assets	<u>729</u>	<u>878</u>
Property, plant and equipment, net of accumulated depreciation of \$443 and \$422, respectively	229	246
Goodwill	12	12
Intangible assets, net	56	60
Operating lease right-of-use assets	44	-
Restricted cash	19	11
Deferred income taxes	154	160
Other long-term assets	188	144
<b>TOTAL ASSETS</b>	<b><u>\$ 1,431</u></b>	<b><u>\$ 1,511</u></b>
<b>LIABILITIES, REDEEMABLE, CONVERTIBLE PREFERRED STOCK AND EQUITY (DEFICIT)</b>		
Accounts payable, trade	\$ 156	\$ 149
Short-term borrowings and current portion of long-term debt	2	396
Current portion of operating leases	26	-
Other current liabilities	198	213
Current liabilities held for sale	—	20
Total current liabilities	<u>382</u>	<u>778</u>
Long-term debt, net of current portion	104	5
Pension and other postretirement liabilities	365	379
Operating leases, net of current portion	28	-
Other long-term liabilities	192	179
Total liabilities	<u>1,071</u>	<u>1,341</u>
Commitments and Contingencies (Note 10)		
Redeemable, convertible Series A preferred stock, no par value, \$100 per share liquidation preference	177	173
<b>Equity (Deficit)</b>		
Common stock, \$0.01 par value	—	—
Additional paid in capital	612	617
Treasury stock, at cost	(9)	(9)
Accumulated deficit	(12)	(200)
Accumulated other comprehensive loss	(408)	(411)
Total shareholders' equity (deficit)	<u>183</u>	<u>(3)</u>
<b>TOTAL LIABILITIES, REDEEMABLE CONVERTIBLE PREFERRED STOCK AND EQUITY (DEFICIT)</b>	<b><u>\$ 1,431</u></b>	<b><u>\$ 1,511</u></b>

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