

INGRAM MICRO INC.

CONSOLIDATED STATEMENT OF CASH FLOWS

(dollars in 000s)

(Unaudited)

	Twenty-six Weeks Ended	
	June 28, 1997	June 29, 1996
Cash provided (used) by operating activities:		
Net income	\$ 80,345	\$ 50,640
Adjustments to reconcile net income to cash provided by operating activities:		
Depreciation and amortization	21,207	15,700
Deferred income taxes	(1,329)	(2,190)
Minority interest	627	1
Noncash compensation charge	3,547	7,802
Changes in operating assets and liabilities:		
Trade accounts receivable	(83,506)	49,804
Inventories	(35,060)	242,256
Other current assets	1,674	16
Accounts payable	(214,959)	(247,848)
Accrued expenses	40,316	2,443
Cash (used) provided by operating activities	<u>(187,138)</u>	<u>118,624</u>
Cash provided (used) by investing activities:		
Purchase of property & equipment	(40,061)	(33,026)
Proceeds from sale of property & equipment	10,249	-
Other	(1,565)	(1,394)
Cash used by investing activities	<u>(31,377)</u>	<u>(34,420)</u>
Cash provided (used) by financing activities:		
Repurchase of Redeemable Class B Common Stock	(350)	-
Exercise of stock options including tax benefits	8,830	-
Decrease in borrowings from Ingram Industries	-	(112,945)
Proceeds from debt	44,259	943
Net borrowings under revolving credit facility	190,639	34,505
Distribution to Ingram Industries	-	(20,000)
Minority interest investment	-	2,400
Cash provided (used) by financing activities	<u>243,378</u>	<u>(95,097)</u>
Effect of exchange rate changes on cash	<u>(1,826)</u>	<u>(851)</u>
Increase (decrease) in cash	23,037	(11,744)
Cash, beginning of period	<u>48,279</u>	<u>56,916</u>
Cash, end of period	<u>\$ 71,316</u>	<u>\$ 45,172</u>
Supplemental disclosure of cash flow information:		
Cash payments during the period:		
Interest	\$ 15,702	\$ 28,945
Income taxes	67,533	37,817

Cash payments include payments made to Ingram Industries for interest and U.S. income taxes.