

INGRAM MICRO INC.

CONSOLIDATED STATEMENT OF CASH FLOWS

(dollars in 000s)

(Unaudited)

	Thirty-nine Weeks Ended	
	September 27, 1997	September 28, 1996
Cash provided (used) by operating activities:		
Net income	\$ 124,637	\$ 77,567
Adjustments to reconcile net income to cash provided by operating activities:		
Depreciation and amortization	34,159	25,253
Deferred income taxes	(1,774)	(3,144)
Minority interest	931	383
Noncash compensation charge	5,372	8,859
Changes in operating assets and liabilities:		
Trade accounts receivable	(168,966)	(63,799)
Inventories	(323,122)	194,288
Other current assets	(24,827)	(16,280)
Accounts payable	180,914	25,890
Accrued expenses	63,495	24,235
Cash (used) provided by operating activities	<u>(109,181)</u>	<u>273,252</u>
Cash (used) provided by investing activities:		
Acquisitions, net of cash acquired	25,125	-
Escrow deposit	(10,000)	-
Purchase of property & equipment	(61,774)	(62,503)
Proceeds from sale of property & equipment	10,334	-
Other	681	(2,034)
Cash (used) by investing activities	<u>(35,634)</u>	<u>(64,537)</u>
Cash provided (used) by financing activities:		
Proceeds from sale (repurchase) of Redeemable Class B Common Stock	(525)	17,223
Exercise of stock options including tax benefits	24,729	-
Decrease in borrowings from Ingram Industries	-	(194,090)
Proceeds from debt	101,238	2,481
Net borrowings under revolving credit facilities	33,883	(29,612)
Distribution to Ingram Industries	-	(20,000)
Minority interest investment	-	2,400
Cash provided (used) by financing activities	<u>159,325</u>	<u>(221,598)</u>
Effect of exchange rate changes on cash	<u>(2,578)</u>	<u>(837)</u>
Increase (decrease) in cash	11,932	(13,720)
Cash, beginning of period	48,279	56,916
Cash, end of period	<u>\$ 60,211</u>	<u>\$ 43,196</u>
Supplemental disclosure of cash flow information:		
Cash payments during the period:		
Interest	\$ 22,789	\$ 41,814
Income taxes	81,844	60,090
Cash payments include payments made to Ingram Industries for interest and U.S. income taxes.		