

eBay Inc.
Unaudited Condensed Consolidated Statement of Cash Flows
(U.S. Dollars In Millions)

	Three Months Ended						Year Ended
	June 30, 2017	March 31, 2017	December 31, 2016	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2016
Cash flows from operating activities:							
Net income (loss)	\$ 27	\$ 1,035	\$ 5,936	\$ 413	\$ 435	\$ 482	\$ 7,266
Loss (income) from discontinued operations	—	—	12	5	2	—	19
Adjustments:							
Provision for transaction losses	63	62	59	56	64	52	231
Depreciation and amortization	168	163	176	172	167	167	682
Stock-based compensation	137	101	110	105	113	88	416
Deferred income taxes	442	(565)	(4,433)	(61)	(34)	(28)	(4,556)
Changes in assets and liabilities, and other, net of acquisition effects	(138)	(214)	(1,240)	112	17	(120)	(1,231)
Net cash provided by continuing operating activities	699	582	620	802	764	641	2,827
Net cash provided by (used in) discontinued operating activities	—	—	—	—	(1)	—	(1)
Net cash provided by operating activities	699	582	620	802	763	641	2,826
Cash flows from investing activities:							
Purchases of property and equipment	(182)	(135)	(136)	(185)	(147)	(158)	(626)
Purchases of investments	(4,853)	(2,750)	(3,430)	(2,654)	(2,193)	(2,935)	(11,212)
Maturities and sales of investments	3,045	2,770	4,134	2,410	1,489	2,030	10,063
Acquisitions, net of cash acquired	(20)	—	(11)	(173)	(16)	(12)	(212)
Other	(1)	—	3	7	(31)	—	(21)
Net cash provided by (used in) continuing investing activities	(2,011)	(115)	560	(595)	(898)	(1,075)	(2,008)
Net cash provided by (used in) discontinued investing activities	—	—	—	—	—	—	—
Net cash provided by (used in) investing activities	(2,011)	(115)	560	(595)	(898)	(1,075)	(2,008)
Cash flows from financing activities:							
Proceeds from issuance of common stock, net	51	11	35	15	45	7	102
Repurchases of common stock, net	(507)	(410)	(941)	(501)	(500)	(1,001)	(2,943)
Excess tax benefit from stock-based compensation	—	—	6	5	3	1	15
Tax withholdings related to net share settlements of restricted stock awards and units	(101)	(29)	(25)	(19)	(69)	(8)	(121)
Repayment of debt	—	—	(3)	(11)	(6)	—	(20)
Proceeds from issuance of long-term debt	2,484	—	—	—	—	2,216	2,216
Other	5	10	2	8	(10)	7	7
Net cash provided by (used in) continuing financing activities	1,932	(418)	(926)	(503)	(537)	1,222	(744)
Net cash provided by (used in) discontinued financing activities	—	—	—	—	—	—	—
Net cash provided by (used in) financing activities	1,932	(418)	(926)	(503)	(537)	1,222	(744)
Effect of exchange rate changes on cash and cash equivalents	37	114	(191)	48	(13)	66	(90)
Net increase (decrease) in cash and cash equivalents	657	163	63	(248)	(685)	854	(16)
Cash and cash equivalents at beginning of period	1,979	1,816	1,753	2,001	2,686	1,832	1,832
Cash and cash equivalents of continuing operations at end of period	\$ 2,636	\$ 1,979	\$ 1,816	\$ 1,753	\$ 2,001	\$ 2,686	\$ 1,816
Supplemental non-GAAP measure:*							
Net cash provided by continuing operating activities	\$ 699	\$ 582	\$ 620	\$ 802	\$ 764	\$ 641	\$ 2,827
Less: Purchases of property and equipment, net	(182)	(135)	(136)	(185)	(147)	(158)	(626)
Free cash flow from continuing operations	\$ 517	\$ 447	\$ 484	\$ 617	\$ 617	\$ 483	\$ 2,201

*Presented on a continuing operations basis