

ITEM 8. FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA

Kellogg Company and Subsidiaries

Consolidated Statement of Earnings

(millions, except per share data)	2008	2007	2006
Net sales	\$12,822	\$11,776	\$10,907
Cost of goods sold	7,455	6,597	6,082
Selling, general and administrative expense	3,414	3,311	3,059
Operating profit	\$ 1,953	\$ 1,868	\$ 1,766
Interest expense	308	319	307
Other income (expense), net	(12)	(2)	13
Earnings before income taxes	1,633	1,547	1,472
Income taxes	485	444	467
Earnings (loss) from joint ventures	—	—	(1)
Net earnings	\$ 1,148	\$ 1,103	\$ 1,004
Per share amounts:			
Basic	\$ 3.01	\$ 2.79	\$ 2.53
Diluted	\$ 2.99	\$ 2.76	\$ 2.51
Dividends per share	\$ 1.300	\$ 1.202	\$ 1.137

Refer to Notes to Consolidated Financial Statements.