

Lowe's Companies, Inc.
Consolidated Balance Sheets
(In millions, except par value)

	January 31, 2020	February 1, 2019
Assets		
Current assets:		
Cash and cash equivalents	716 \$	511
Short-term investments	160	218
Merchandise inventory - net	13,179	12,561
Other current assets	1,263	938
Total current assets	15,318	14,228
Property, less accumulated depreciation	18,669	18,432
Operating lease right-of-use assets	3,891	—
Long-term investments	372	256
Deferred income taxes - net	216	294
Goodwill	303	303
Other assets	702	995
Total assets	\$ 39,471	\$ 34,508

Average Inventory = (Beginning + Ending) / 2
 $(\$12,561 + \$13,179) / 2 = \$12,870$

Lowe's Companies, Inc.

Consolidated Statements of Earnings
(In millions, except per share and percentage data)

	January 31, 2020		Fisc
	Amount	% Sales	Fel
Current Earnings			
Net sales	\$ 72,148	100.00%	\$
Cost of sales	49,205	68.20	\$
Gross margin	22,943	31.80	\$
Expenses:			
Selling, general and administrative	15,367	21.30	\$
Depreciation and amortization	1,262	1.75	\$
Operating income	6,314	8.75	\$
Interest - net	691	0.96	\$
Loss on extinguishment of debt	—	—	\$
Pre-tax earnings	5,623	7.79	\$
Income tax provision	1,342	1.86	\$
Net earnings	\$ 4,281	5.93%	\$

Inventory Turnover = COGS or Cost of Sales / Average Inventory
 $49,205 / 12,870 = 3.8$ times
Lowe's sells its inventory on average 3.8 times per year. That equals 96 days on average to sell the inventory.