CVS Health

2018 Segment Shift Restatement
GAAP
In millions

	GAAP Q1 2018						GAAP Q2 2018						GAAP Q3 2018					
	PSS	RLS	HCB	Corp	Elims	Cons	PSS	RLS	HCB	Corp	Elims	Cons	PSS	RLS	HCB	Corp	Elims	Cons
Products	$ 30,787	$ 20,219	$ -	$ -	$ (6,957)	$ 44,049	$ 32,376	$ 20,487	$ -	$ -	$ (7,211)	$ 45,652	$ 33,008	$ 20,676	$ -	$ -	$ (7,350)	$ 46,334
Premiums	1,306	-	-	-	-	1,306	751	-	-	-	-	751	627	-	-	-	-	627
Services	125	213	-	-	-	338	120	185	-	-	-	305	128	180	-	-	-	308
Net Revenue, as previously reported	32,218	20,432	-	-	(6,957)	45,693	33,247	20,672	-	-	(7,211)	46,708	33,763	20,856	-	-	(7,350)	47,269
Net Investment Income (NII)	2	-	-	48	-	50	4	-	-	210	-	214	4	-	-	217	-	221
Revenue, as previously reported with NII	**32,220**	**20,432**	**-**	**48**	**(6,957)**	**45,743**	**33,251**	**20,672**	**-**	**210**	**(7,211)**	**46,922**	**33,767**	**20,856**	**-**	**217**	**(7,350)**	**47,490**
Products	1,644	-	-	-	(1,644)	-	940	-	-	-	(940)	-	738	-	-	-	(738)	-
Premiums	(1,306)	-	1,306	-		-	(751)	-	751	-		-	(627)	-	627	-		-
Services	(10)	-	10	-		-	(9)	-	9	-		-	(10)	-	10	-		-
Net Investment Income	(2)	-	2	-		-	(4)	-	4	-		-	(4)	-	4	-		-
Revenue, adjustment	**326**	**-**	**1,318**	**-**	**(1,644)**	**-**	**176**	**-**	**764**	**-**	**(940)**	**-**	**97**	**-**	**641**	**-**	**(738)**	**-**
Products	32,431	20,219	-	-	(8,601)	44,049	33,316	20,487	-	-	(8,151)	45,652	33,746	20,676	-	-	(8,088)	46,334
Premiums	-	-	1,306	-	-	1,306	-	-	751	-	-	751	-	-	627	-	-	627
Services	115	213	10	-	-	338	111	185	9	-	-	305	118	180	10	-	-	308
Net Investment Income	-	-	2	48	-	50	-	-	4	210	-	214	-	-	4	217	-	221
Revenue, as adjusted	**32,546**	**20,432**	**1,318**	**48**	**(8,601)**	**45,743**	**33,427**	**20,672**	**764**	**210**	**(8,151)**	**46,922**	**33,864**	**20,856**	**641**	**217**	**(8,088)**	**47,490**
Gross profit (loss), as previously reported	1,138	5,916	-	-	(195)	6,859	1,495	5,912	-	-	(206)	7,201	1,737	5,814	-	-	(223)	7,328
NII Adjustment	2	-	-	48	-	50	4	-	-	210	-	214	4	-	-	217	-	221
Gross profit (loss), as adjusted	**1,140**	**5,916**	**-**	**48**	**(195)**	**6,909**	**1,499**	**5,912**	**-**	**210**	**(206)**	**7,415**	**1,741**	**5,814**	**-**	**217**	**(223)**	**7,549**
Cost of Product Sold, as previously reported	29,751	14,516	-	-	(6,762)	37,505	31,121	14,760	-	-	(7,005)	38,876	31,587	15,042	-	-	(7,127)	39,502
Adjustment	1,556	-	-		(1,556)	-	852	-	-		(852)	-	651	-	-		(651)	-
Costs of Products Sold, as adjusted	**31,307**	**14,516**	**-**	**-**	**(8,318)**	**37,505**	**31,973**	**14,760**	**-**	**-**	**(7,857)**	**38,876**	**32,238**	**15,042**	**-**	**-**	**(7,778)**	**39,502**
Benefit Costs, as previously reported	1,329	-	-	-	-	1,329	631	-	-	-	-	631	439	-	-	-	-	439
Adjustment	(1,329)	-	1,329		-	-	(631)	-	631		-	-	(439)	-	439		-	-
Benefit Cost, as adjusted	**-**	**-**	**1,329**	**-**	**-**	**1,329**	**-**	**-**	**631**	**-**	**-**	**631**	**-**	**-**	**439**	**-**	**-**	**439**
Operating expenses, as previously reported	377	4,292	-	264	(20)	4,913	407	8,137	-	263	(19)	8,788	392	4,323	-	287	(27)	4,975
Adjustment	(39)	-	127		(88)	-	(45)	-	133		(88)	-	(41)	-	128		(87)	-
Operating expenses, as adjusted	**338**	**4,292**	**127**	**264**	**(108)**	**4,913**	**362**	**8,137**	**133**	**263**	**(107)**	**8,788**	**351**	**4,323**	**128**	**287**	**(114)**	**4,975**
Operating income (loss), as previously reported	761	1,624	-	(264)	(175)	1,946	1,088	(2,225)	-	(263)	(187)	(1,587)	1,345	1,491	-	(287)	(196)	2,353
NII Adjustment	2	-	-	48	-	50	4	-	-	210	-	214	4	-	-	217	-	221
Operating income (loss), as adjusted	**763**	**1,624**	**-**	**(216)**	**(175)**	**1,996**	**1,092**	**(2,225)**	**-**	**(53)**	**(187)**	**(1,373)**	**1,349**	**1,491**	**-**	**(70)**	**(196)**	**2,574**
Operating income (loss),with NII	763	1,624	-	(216)	(175)	1,996	1,092	(2,225)	-	(53)	(187)	(1,373)	1,349	1,491	-	(70)	(196)	2,574
Adjustment	138	-	(138)	-	-	-	-	-	-	-	-	-	(74)	-	74	-	-	-
Operating income (loss), as adjusted	**$ 901**	**$ 1,624**	**$ (138)**	**$ (216)**	**$ (175)**	**$ 1,996**	**$ 1,092**	**$ (2,225)**	**$ -**	**$ (53)**	**$ (187)**	**$ (1,373)**	**$ 1,275**	**$ 1,491**	**$ 74**	**$ (70)**	**$ (196)**	**$ 2,574**

2018 Segment Shift Restatement
GAAP
In millions

	GAAP Q4 2018						GAAP Full Year 2018					
	PSS	RLS	HCB	Corp	Elims	Cons	PSS	RLS	HCB	Corp	Elims	Cons
Products	$ 34,093	$ 21,793	$ 164	$ -	$ (8,175)	$ 47,875	$ 130,264	$ 83,175	$ 164	$ -	$ (29,693)	$ 183,910
Premiums	677	-	4,819	4	-	5,500	3,361	-	4,819	4	-	8,184
Services	117	236	521	-	-	874	490	814	521	-	-	1,825
Net Revenue, as previously reported	34,887	22,029	5,504	4	(8,175)	54,249	134,115	83,989	5,504	4	(29,693)	193,919
Net Investment Income (NII)	3	-	45	127	-	175	13	-	45	602	-	660
Revenue, as previously reported with NII	**34,890**	**22,029**	**5,549**	**131**	**(8,175)**	**54,424**	**134,128**	**83,989**	**5,549**	**606**	**(29,693)**	**194,579**
Products	699	-	-	-	(699)	-	4,021	-	-	-	(4,021)	-
Premiums	(677)	-	677	-		-	(3,361)	-	3,361	-	-	-
Services	(10)	-	10	-		-	(39)	-	39	-	-	-
Net Investment Income	(3)	-	3	-		-	(13)	-	13	-	-	-
Revenue, adjustment	**9**	**-**	**690**	**-**	**(699)**	**-**	**608**	**-**	**3,413**	**-**	**(4,021)**	**-**
Products	34,792	21,793	164	-	(8,874)	47,875	134,285	83,175	164	-	(33,714)	183,910
Premiums	-	-	5,496	4	-	5,500	-	-	8,180	4	-	8,184
Services	107	236	531	-	-	874	451	814	560	-	-	1,825
Net Investment Income	-	-	48	127	-	175	-	-	58	602	-	660
Revenue, as adjusted	**34,899**	**22,029**	**6,239**	**131**	**(8,874)**	**54,424**	**134,736**	**83,989**	**8,962**	**606**	**(33,714)**	**194,579**
Gross profit (loss), as previously reported	1,833	6,441	1,484	(18)	(250)	9,490	6,203	24,083	1,484	(18)	(874)	30,878
NII Adjustment	3	-	45	127	-	175	13	-	45	602	-	660
Gross profit (loss), as adjusted	**1,836**	**6,441**	**1,529**	**109**	**(250)**	**9,665**	**6,216**	**24,083**	**1,529**	**584**	**(874)**	**31,538**
Cost of Product Sold, as previously reported	32,648	15,588	147	-	(7,819)	40,564	125,107	59,906	147	-	(28,713)	156,447
Adjustment	611	-	-		(611)	-	3,670	-	-	-	(3,670)	-
Costs of Products Sold, as adjusted	**33,259**	**15,588**	**147**	**-**	**(8,430)**	**40,564**	**128,777**	**59,906**	**147**	**-**	**(32,383)**	**156,447**
Benefit Costs, as previously reported	406	-	3,873	22	(106)	4,195	2,805	-	3,873	22	(106)	6,594
Adjustment	(406)	-	406		-	-	(2,805)	-	2,805	-	-	-
Benefit Cost, as adjusted	**-**	**-**	**4,279**	**22**	**(106)**	**4,195**	**-**	**-**	**6,678**	**22**	**(106)**	**6,594**
Operating expenses, as previously reported	341	6,711	1,253	575	(39)	8,841	1,517	23,463	1,253	1,389	(105)	27,517
Adjustment	(40)	-	128		(88)	-	(165)	-	516	-	(351)	-
Operating expenses, as adjusted	**301**	**6,711**	**1,381**	**575**	**(127)**	**8,841**	**1,352**	**23,463**	**1,769**	**1,389**	**(456)**	**27,517**
Operating income (loss), as previously reported	1,492	(270)	231	(593)	(211)	649	4,686	620	231	(1,407)	(769)	3,361
NII Adjustment	3	-	45	127	-	175	13	-	45	602	-	660
Operating income (loss), as adjusted	**1,495**	**(270)**	**276**	**(466)**	**(211)**	**824**	**4,699**	**620**	**276**	**(805)**	**(769)**	**4,021**
Operating income (loss),with NII	1,495	(270)	276	(466)	(211)	824	4,699	620	276	(805)	(769)	4,021
Adjustment	(156)	-	156	-	-	-	(92)	-	92	-	-	-
Operating income (loss), as adjusted	**$ 1,339**	**$ (270)**	**$ 432**	**$ (466)**	**$ (211)**	**$ 824**	**$ 4,607**	**$ 620**	**$ 368**	**$ (805)**	**$ (769)**	**$ 4,021**