

2017 Presented for the Adoption of the New Pension Accounting Standard

(Dollars in millions)

As previously disclosed in its annual report on Form 10-K for the year ended December 31, 2017, CBS Corporation (the “Company”) adopted Financial Accounting Standards Board amended guidance on the presentation of net periodic pension and postretirement benefit cost (“net benefit cost”) during the first quarter of 2018. Under this guidance, the Company presents all components of net benefit cost, other than service cost, in “Other items, net” on the statement of operations. These costs were previously presented within operating income. The service cost component of net benefit cost will continue to be presented within operating income. This guidance is required to be applied retrospectively and therefore prior periods have been reclassified to conform to this presentation.

Below are the Company's results of operations for each of the four quarters and full year of 2017, presented for the effects of this accounting standard.

2017	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Total Year
Segment Operating Income (Loss):					
Entertainment	\$ 403	\$ 351	\$ 350	\$ 469	\$ 1,573
Cable Networks	250	255	296	203	1,004
Publishing	15	29	47	45	136
Local Media	124	128	106	139	497
Corporate	(66)	(73)	(70)	(96)	(305)
Total Segment Operating Income	726	690	729	760	2,905
Restructuring charges	-	-	-	(63)	(63)
Other operating items, net	-	-	-	19	19
Operating Income	726	690	729	716	2,861
Interest expense	(109)	(111)	(116)	(121)	(457)
Interest income	13	15	17	19	64
Loss on early extinguishment of debt	-	-	(5)	(44)	(49)
Pension settlement charge	-	-	-	(352)	(352)
Other items, net	(21)	(16)	(19)	(32)	(88)
Earnings from continuing operations before income taxes and equity in earnings (loss) of investee companies	609	578	606	186	1,979
Provision for income taxes	(138)	(169)	(172)	(154)	(633)
Equity in earnings (loss) of investee companies, net of tax	(17)	(12)	(16)	8	(37)
Net earnings from continuing operations	454	397	418	40	1,309
Net earnings (loss) from discontinued operations, net of tax	(706)	(339)	174	(81)	(952)
Net earnings (loss)	\$ (252)	\$ 58	\$ 592	\$ (41)	\$ 357