

# Strong Finish To Fiscal 2021

## Fourth Quarter

**Sales**  
**\$6.7B**  
(0.5)%

**Adjusted**  
**EBITDA<sup>(1)</sup>**  
**\$201M**  
+1.5%

**Adjusted**  
**EPS<sup>(1)</sup>**  
**\$1.18**  
+11.3%

## Fiscal 2021

**Sales**  
**\$27B**  
+1.5%

**Adjusted**  
**EBITDA<sup>(1)</sup>**  
**\$746M**  
+10.8%

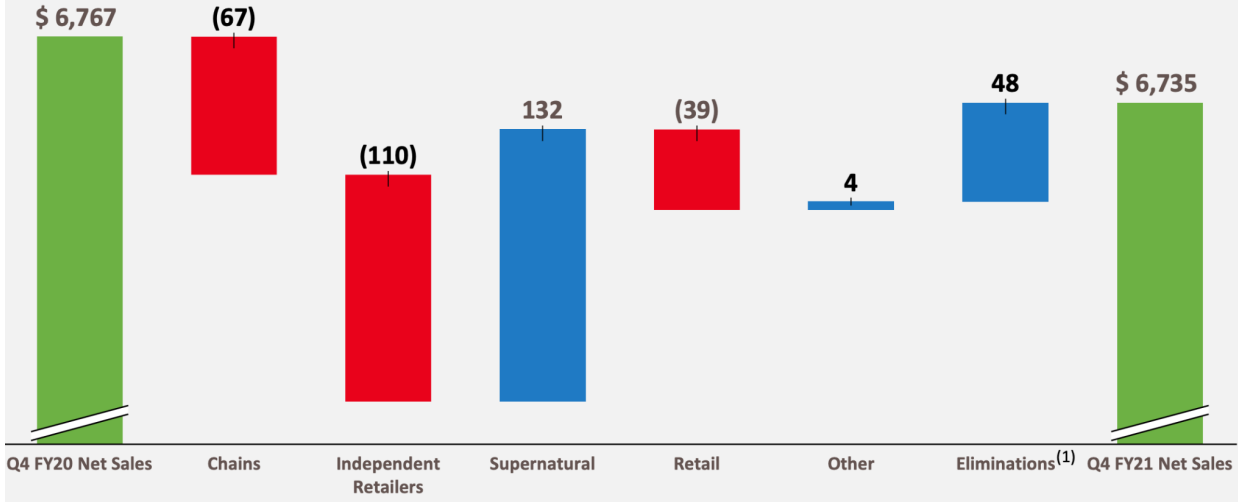
**Adjusted**  
**EPS<sup>(1)</sup>**  
**\$3.88**  
+42.6%

- Sales of \$6.7 billion were up 7.5% on a two-year stack basis<sup>(1)</sup>
- Reduced outstanding net debt by \$142 million and lowered net debt to adjusted EBITDA leverage ratio to 3.1x<sup>(2)</sup>
- Began deliveries out of new Allentown, PA distribution center
- Introduced **Fuel the Future** strategy designed to make our customers stronger, our supply chain better, and our food solutions more inspired
- Appointed Sandy Douglas as CEO effective August 9, 2021

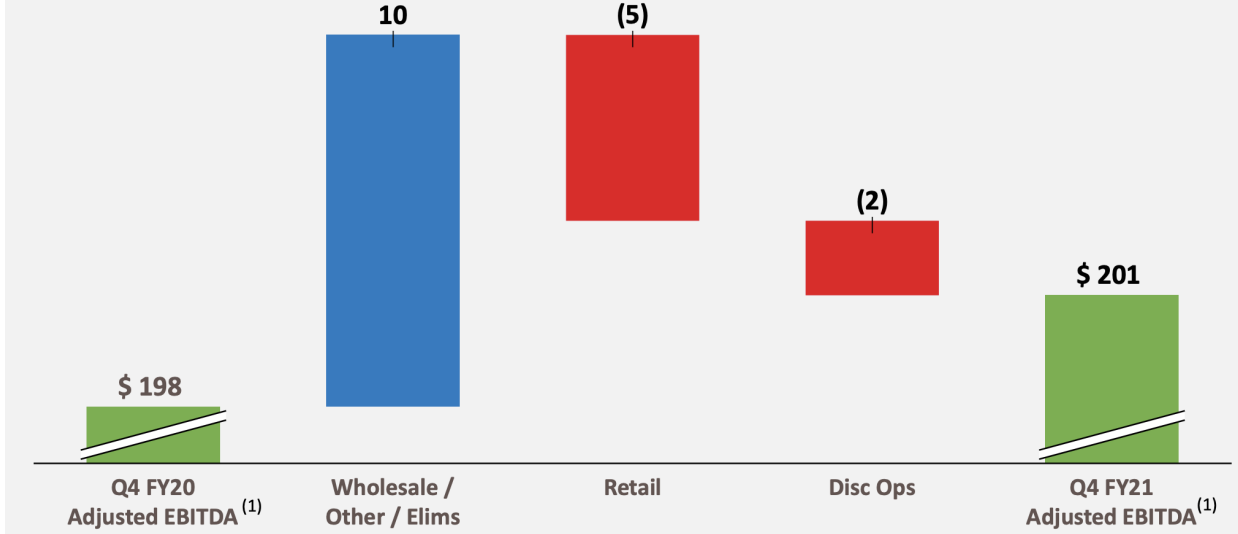
(1) Calculated by adding the percent change in sales in the current-year period to the percent change in sales in the prior-year period.

(2) See appendix for definitions and reconciliations for non-GAAP figures.

# Q4 consolidated sales



# Q4 adjusted EBITDA



# Capital structure reflects continued debt paydown

Strong cash flow generation led to \$317 million reduction in net debt in fiscal 2021

(\$'s in Millions)							
	Maturity	Rate	Q4 FY20	Q1 FY21	Q2 FY21	Q3 FY21	Q4 FY21
Secured term loan B-1 <sup>(1), (3)</sup>	October 2025	L + 3.50% <sup>(2)</sup>	\$ 1,773	\$ 1,165	\$ 1,015	\$ 1,002	\$ 1,002
\$2.1B ABL revolver <sup>(1)</sup>	October 2023	L + 1.25% / Prime + 0.25%	757	988	885	839	701
Senior unsecured notes <sup>(3)</sup>	October 2028	6.75%	-	500	500	500	500
Finance leases	Various	Various	156	150	147	144	142
Equipment loans	Various	Various	49	46	43	40	37
Original issue discount / deferred finance fees			(82)	(64)	(56)	(54)	(52)
<b>Total Debt and Finance Leases (GAAP)</b>			<b>\$ 2,653</b>	<b>\$ 2,785</b>	<b>\$ 2,534</b>	<b>\$ 2,471</b>	<b>\$ 2,330</b>
Balance sheet cash <sup>(4)</sup>			(47)	(49)	(41)	(40)	(41)
<b>Net Debt (GAAP)</b>			<b>\$ 2,606</b>	<b>\$ 2,736</b>	<b>\$ 2,493</b>	<b>\$ 2,431</b>	<b>\$ 2,289</b>
<b>Adjusted EBITDA <sup>(5)</sup></b>			<b>\$ 673</b>	<b>\$ 710</b>	<b>\$ 785</b>	<b>\$ 743</b>	<b>\$ 746</b>
<b>Net Debt / Adjusted EBITDA <sup>(5) (6)</sup></b>			<b>3.9x</b>	<b>3.9x</b>	<b>3.2x</b>	<b>3.3x</b>	<b>3.1x</b>
<b>Available Liquidity <sup>(7)</sup></b>			<b>\$ 1,282</b>	<b>\$ 1,058</b>	<b>\$ 1,158</b>	<b>\$ 1,182</b>	<b>\$ 1,321</b>

(1) Paid \$150M on the secured term loan B-1 in Q2 FY21 with borrowings on the ABL revolver

(2) Reduced the LIBOR margin on the secured term loan B-1 from 4.25% to 3.50% on 2/11/21

(3) The proceeds from the issuance of the senior unsecured notes were used to pay down the secured term loan B-1 in Q1 FY21

(4) Includes cash of Discontinued Operations. There is no debt in Discontinued Operations

(5) See appendix for reconciliation of non-GAAP figures

(6) Net debt, as shown, divided by Adjusted EBITDA. See appendix for reconciliation of Adjusted EBITDA

(7) Balance sheet cash plus unused capacity under the \$2.1B revolving ABL facility

## Fiscal 2022 <sup>(1)</sup> Outlook

Includes sales growth of ~ \$1 billion (at midpoint) within the \$140 billion addressable market

Net Sales

\$27.8 - \$28.3 B

4% growth

Adjusted EBITDA <sup>(2)</sup>

\$760 - \$790 M

4% growth

Adjusted EPS <sup>(2)</sup>

\$3.90 - \$4.20

4% growth

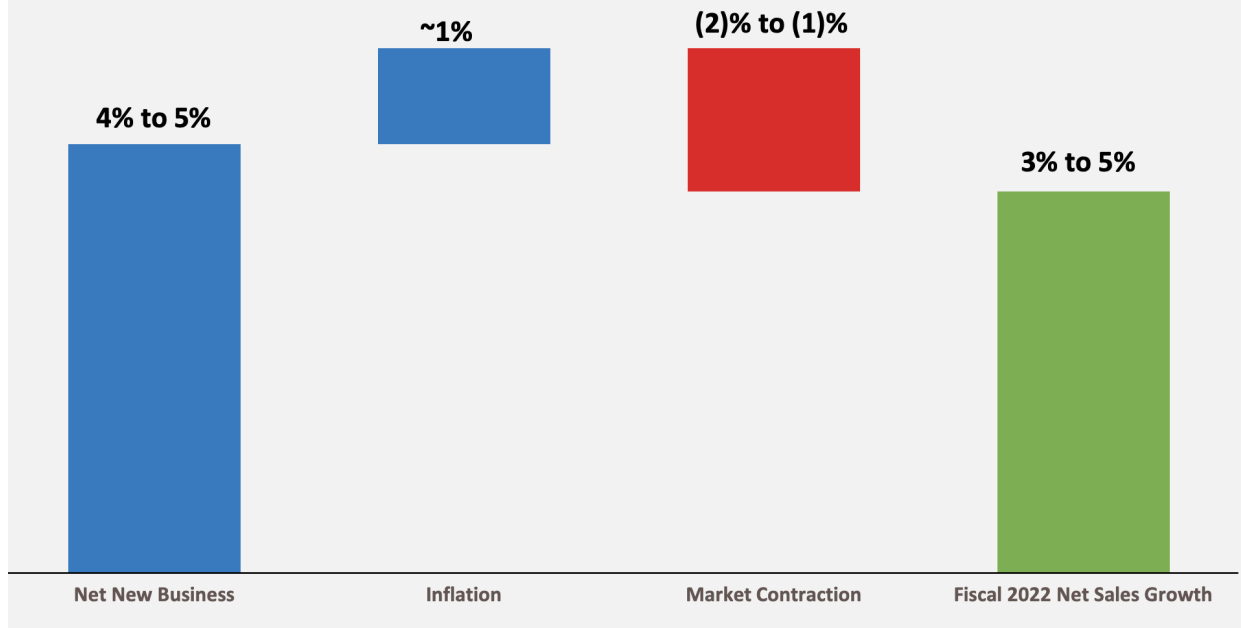
Net Debt Reduction

\$100 - \$150 M

(1) The outlook provided herein is for Fiscal 2022. The outlook is based on the latest management estimates and is subject to change based on developments.

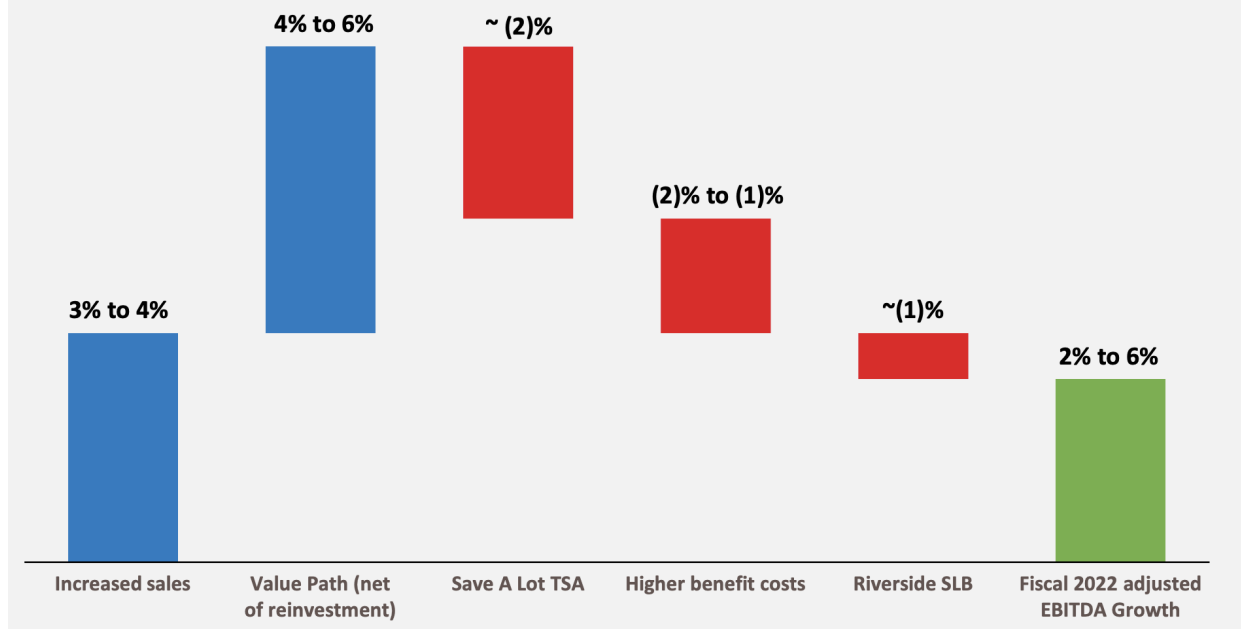
## Fiscal 2022 Sales Growth Outlook

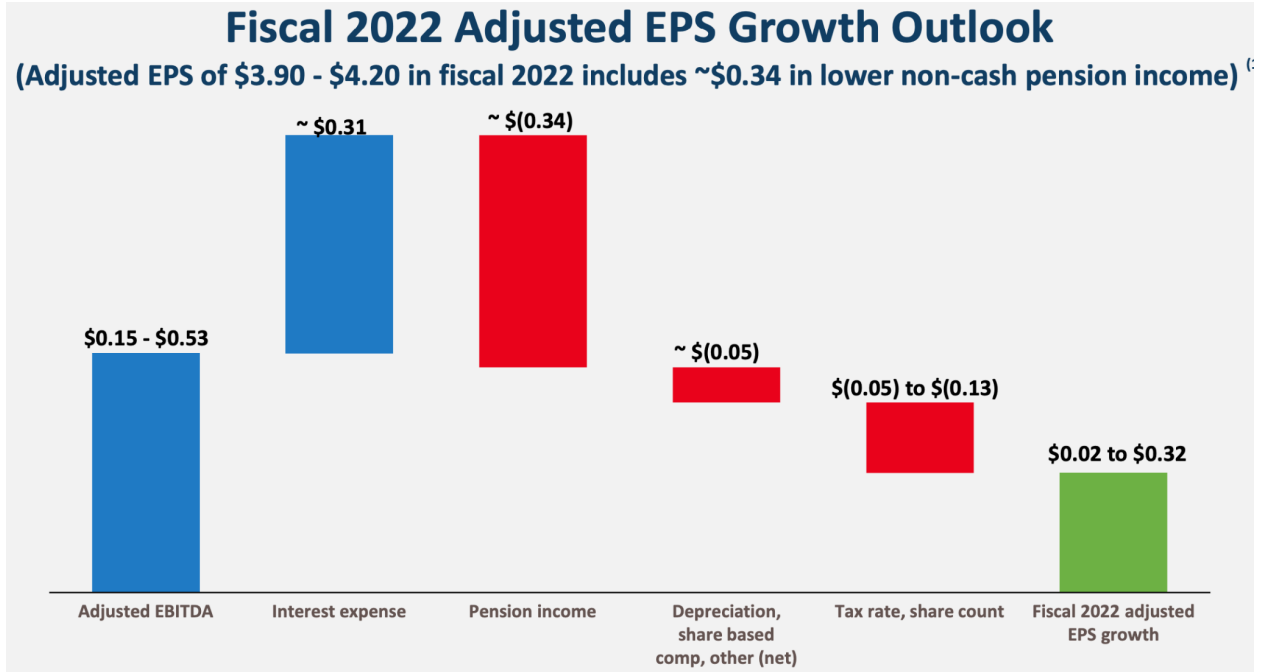
(Net sales of \$27.8 to \$28.3 billion in fiscal 2022)



## Fiscal 2022 Adjusted EBITDA Growth Outlook

(Adjusted EBITDA of \$760 - \$790 million in fiscal 2022) <sup>(1)</sup>





[https://s22.q4cdn.com/589001886/files/doc\\_financials/2021/q4/UNFI-Fiscal-2021-Q4-Infographic.pdf](https://s22.q4cdn.com/589001886/files/doc_financials/2021/q4/UNFI-Fiscal-2021-Q4-Infographic.pdf)

"I see significant opportunity to accelerate the value we create with and for our customers as well as the opportunity to make our operations more effective and efficient, both leading to continued profitable growth within our estimated \$140 billion addressable market"

– Sandy Douglas, Chief Executive Officer

KPIs Fiscal 2024

<p><b>Deliver</b></p> <p>Customer Experience (Benchmark in FY22)</p> <p><b>-10 bps</b></p> <p>Reduce Op Ex as % of Net Sales (Annually)</p>	<p><b>20%</b></p> <p>Share of \$140B Addressable Market</p> <p><b>+5 pts</b></p> <p>Associate Engagement</p>	<p><b>25%</b></p> <p>Adjusted EBITDA from Growth Platforms + Innovation</p> <p><b>Progress</b></p> <p>Better for All (ESG 2030 Goals)</p>
EARN RESULTS		
<p><b>+3-5%</b></p> <p>Net Sales CAGR</p>	<p><b>+6-10%</b></p> <p>Adjusted EBITDA CAGR</p>	<p><b>+12-18%</b></p> <p>EPS CAGR</p>

## Adjusted EBITDA

(In millions)	
Net income from continuing operations	\$ 149
Adjustments to continuing operations net income:	
Less net income attributable to noncontrolling interests	(6)
Net periodic benefit income, excluding service cost	(85)
Interest expense, net	204
Other, net	(8)
Provision for income taxes	34
Depreciation and amortization	285
Share-based compensation	49
Restructuring, acquisition and integration related expenses	56
Gain on sale of assets	(4)
Multi-employer pension plan withdrawal charges	63
Other retail expense	5
Adjusted EBITDA of continuing operations	742
Adjusted EBITDA of discontinued operations	4
Adjusted EBITDA	<u>\$ 746</u>
Income from discontinued operations, net of tax	
	\$ 6
Adjustments to discontinued operations net income (loss):	
Benefit for income taxes	(1)
Restructuring, store closure and other charges, net	(1)
Adjusted EBITDA of discontinued operations	<u>\$ 4</u>

Statements herein regarding the company's business that are not historical facts are "forward looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These statements are subject to risks and uncertainties that could cause actual results to differ materially from the future results expressed or implied by such forward-looking statements. The risks and uncertainties that could cause actual results to differ materially are described in the company's filings with the Securities and Exchange Commission, including its annual report on Form 10-K for the year ended August 1, 2020 filed on September 28, 2020 and for the year ended July 31, 2021 when filed.

## Adjusted EPS

(In millions)	
Net income attributable to UNFI per diluted common share	\$ 2.48
Restructuring, acquisition, and integration related expenses	0.93
Benefit plan settlement gain	(0.28)
Gain on sale of assets	(0.06)
Surplus property depreciation and interest expense	0.05
Loss on debt extinguishment	0.51
Multi-employer pension plan withdrawal charges	1.05
Other retail expense	0.06
Discontinued operations store closures and other charges, net	(0.07)
Tax impact of adjustments and adjusted effective tax rate	(0.79)
Adjusted net income per diluted common share	<u>\$ 3.88</u>

## Net Debt to Adjusted EBITDA

(In millions)	
Net debt and finance lease liabilities	\$ 2,289
Adjusted EBITDA	<u>\$ 746</u>
Adjusted EBITDA leverage ratio	3.1x

<https://d18rn0p25nwr6d.cloudfront.net/CIK-0001020859/f41a515a-9510-40d6-aa4e-c56759518698.pdf>

## Our Strategic Priorities

We are committed to executing our **Fuel the Future** strategy and its six strategic priorities that we believe will contribute to our future success:

- 1) **Fulfill Power in Scale.** Optimizing and maximizing the capacity of our far-reaching distribution network, simplifying operations with higher levels of standardization, and making investments in technology.
- 2) **Unlock Customer Experience.** Expanding our portfolio of brands, products and services while offering more tailored solutions to help our customers grow.
- 3) **Taste the Future.** Investing in existing, high-margin growth platforms such as Brands+, Services, eCommerce and Fresh, as well as developing new sources of revenue that further complement our core wholesale business.
- 4) **UNFI Pride.** Focusing on our people to deliver on: our core value of safety in the workplace, as well as continuing our unique culture and enhancing the overall associate experience; embracing and growing diversity of background, thought, and approach; and our bold commitment toward addressing climate change and food insecurity and injustice.
- 5) **Retail Optimized.** Advancing the retail business through greater investment in store upgrades, eCommerce, and digital platforms combined with new sites that we expect will contribute to growth.
- 6) **Earn Results.** Driving sustainable growth and stakeholder value, with the Fuel the Future plan helping deliver long-term financial results.

Through our **Fuel the Future** strategy, we are striving to make our customers stronger, our supply chain better, and our food solutions more inspired. We believe that we have been able to broaden our geographic penetration, expand our customer base, enhance and diversify our product selections, increase our market share, increase operating efficiencies in existing facilities and open new facilities in part through the acquisition of SUPERVALU INC. ("Supervalu").

## Assessment of Our Business Results

The following table sets forth a summary of our results of operations and Adjusted EBITDA for the periods indicated. We have revised the following table for the prior period presentation of two discontinued operations stores moved to continuing operations as discussed in Note 1—Significant Accounting Policies within Part II, Item 8 of this Annual Report.

(in millions)				Increase (Decrease)	
	2021 (52 weeks)	2020 (52 weeks)	2019 (53 weeks)	2021	2020
Net sales	\$ 26,950	\$ 26,559	\$ 22,341	\$ 391	\$ 4,218
Cost of sales	23,011	22,670	19,121	341	3,549
Gross profit	3,939	3,889	3,220	50	669
Operating expenses	3,593	3,552	2,976	41	576
Goodwill impairment charges	—	425	293	(425)	132
Restructuring, acquisition and integration related expenses	56	87	148	(31)	(61)
(Gain) loss on sale of assets	(4)	18	(1)	(22)	19
Operating income (loss)	294	(193)	(196)	487	3
Net periodic benefit income, excluding service cost	(85)	(39)	(35)	(46)	(4)
Interest expense, net	204	192	181	12	11
Other, net	(8)	(4)	(1)	(4)	(3)
Income (loss) from continuing operations before income taxes	183	(342)	(341)	525	(1)
Provision (benefit) for income taxes	34	(91)	(59)	125	(32)
Net income (loss) from continuing operations	149	(251)	(282)	400	31
Income (loss) from discontinued operations, net of tax	6	(18)	(3)	24	(15)
Net income (loss) including noncontrolling interests	155	(269)	(285)	424	16
Less net income attributable to noncontrolling interests	(6)	(5)	—	(1)	(5)
Net income (loss) attributable to United Natural Foods, Inc.	\$ 149	\$ (274)	\$ (285)	\$ 423	\$ 11
Adjusted EBITDA	\$ 746	\$ 673	\$ 563	\$ 73	\$ 110

The following table reconciles Adjusted EBITDA to Net income (loss) from continuing operations and to Income (loss) from discontinued operations, net of tax.

<i>(in millions)</i>	2021 (52 weeks)	2020 (52 weeks)	2019 (53 weeks)
Net income (loss) from continuing operations	\$ 149	\$ (251)	\$ (282)
Adjustments to continuing operations net income (loss):			
Less net income attributable to noncontrolling interests	(6)	(5)	—
Net periodic benefit income, excluding service cost <sup>(1)</sup>	(85)	(39)	(35)
Interest expense, net	204	192	181
Other, net	(8)	(4)	(1)
Provision (benefit) for income taxes <sup>(2)</sup>	34	(91)	(59)
Depreciation and amortization	285	282	248
Share-based compensation	49	34	40
Goodwill impairment charges <sup>(3)</sup>	—	425	293
Restructuring, acquisition and integration related expenses <sup>(4)</sup>	56	87	148
(Gain) loss on sale of assets <sup>(5)</sup>	(4)	18	(1)
Multiemployer pension plan withdrawal charges <sup>(6)</sup>	63	—	—
Notes receivable charges <sup>(7)</sup>	—	13	—
Inventory fair value adjustment <sup>(8)</sup>	—	—	10
Legal reserve charge, net of settlement income <sup>(9)</sup>	—	1	(1)
Other retail expense <sup>(10)</sup>	5	1	—
Adjusted EBITDA of continuing operations	742	663	541
Adjusted EBITDA of discontinued operations <sup>(11)</sup>	4	10	22
Adjusted EBITDA	\$ 746	\$ 673	\$ 563
Income (loss) from discontinued operations, net of tax <sup>(11)</sup>	\$ 6	\$ (18)	\$ (3)
Adjustments to discontinued operations net income (loss):			
Benefit for income taxes	(1)	(5)	(3)
Restructuring, store closure and other charges, net <sup>(12)</sup>	(1)	33	28
Adjusted EBITDA of discontinued operations <sup>(11)</sup>	\$ 4	\$ 10	\$ 22

Customer Channel <sup>(1)</sup>	2021 (52 weeks)	2020 <sup>(1)</sup> (52 weeks)	Increase (Decrease)	
			\$	%
Chains	\$ 12,104	\$ 12,010	\$ 94	0.8 %
Independent retailers	6,638	6,699	(61)	(0.9)%
Supernatural	5,050	4,720	330	7.0 %
Retail	2,442	2,375	67	2.8 %
Other	2,300	2,324	(24)	(1.0)%
Eliminations	(1,584)	(1,569)	(15)	1.0 %
Total net sales	\$ 26,950	\$ 26,559	\$ 391	1.5 %

#### Interest Expense, Net

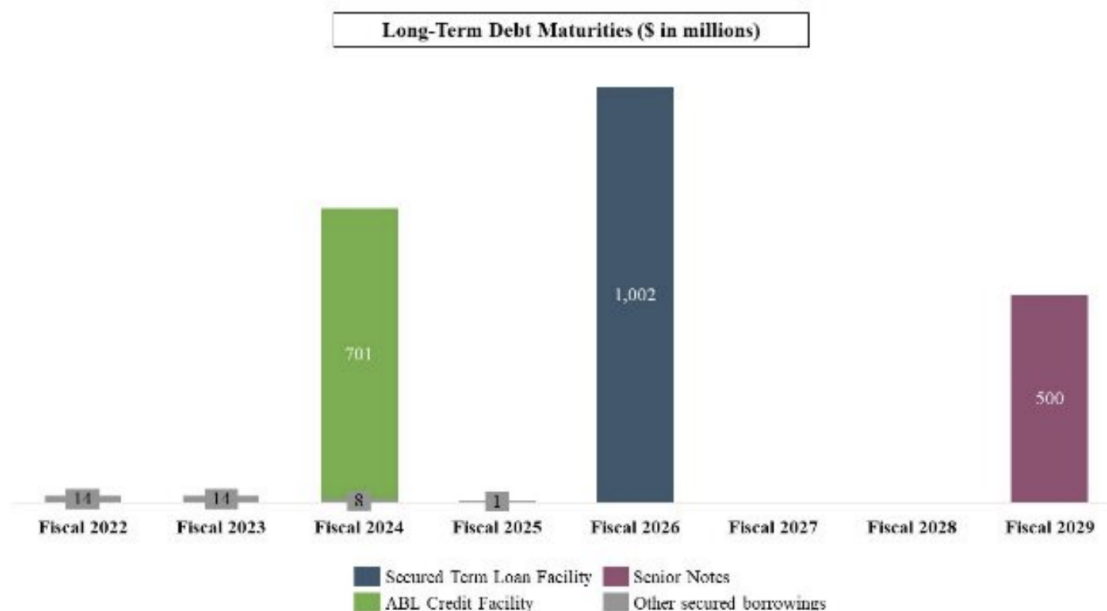
<i>(in millions)</i>	2021 (52 weeks)	2020 (52 weeks)	Increase (Decrease)
Interest expense on long-term debt, net of capitalized interest	\$ 143	\$ 166	\$ (23)
Interest expense on finance lease obligations	19	12	7
Amortization of financing costs and discounts	13	15	(2)
Loss on debt extinguishment	30	—	30
Interest income	(1)	(1)	—
Interest expense, net	\$ 204	\$ 192	\$ 12



## Segment Results of Operations

In evaluating financial performance in each business segment, management primarily uses Net sales and Adjusted EBITDA of its business segments as discussed and reconciled within Note 16—Business Segments within Part II, Item 8 of this Annual Report and the above table within the Executive Overview section. The following tables set forth Net sales and Adjusted EBITDA by segment for the periods indicated.

(in millions)	2021 (52 weeks)	2020 (52 weeks)	2019 (53 weeks)	Increase (Decrease)	
				2021	2020
<b>Net sales:</b>					
Wholesale	\$ 25,873	\$ 25,525	\$ 21,551	\$ 348	\$ 3,974
Retail	2,442	2,375	1,687	67	688
Other	219	228	235	(9)	(7)
Eliminations	(1,584)	(1,569)	(1,132)	(15)	(437)
Total Net sales	\$ 26,950	\$ 26,559	\$ 22,341	\$ 391	\$ 4,218
<b>Continuing operations Adjusted EBITDA:</b>					
Wholesale	\$ 654	\$ 593	\$ 465	\$ 61	\$ 128
Retail	96	88	35	8	53
Other	(9)	(16)	42	7	(58)
Eliminations	1	(2)	(1)	3	(1)
Total continuing operations Adjusted EBITDA	\$ 742	\$ 663	\$ 541	\$ 79	\$ 122



	July 31, 2021		Expected Fiscal Year of Maturity					
	Fair Value	Total	2022	2023	2024	2025	2026	Thereafter
(in millions, except interest rates)								
<b>Long-term Debt:</b>								
Variable rate—principal payments	\$ 1,700	\$ 1,703	\$ —	\$ —	\$ 701	\$ —	\$ 1,002	\$ —
Weighted average interest rate <sup>(1)</sup>		2.7 %	— %	— %	1.5 %	— %	3.6 %	— %
Fixed rate—principal payments	\$ 578	\$ 537	\$ 14	\$ 14	\$ 8	\$ 1	\$ —	\$ 500
Weighted average interest rate		6.6 %	5.3 %	5.3 %	4.8 %	4.4 %	— %	6.8 %
<b>Interest Rate Swaps<sup>(2)</sup>:</b>								
Notional amounts hedged under pay fixed, receive variable swaps	\$ (75)	\$ 1,233	\$ 4	\$ 429	\$ 350	\$ 250	\$ 200	\$ —
Weighted average pay rate		2.7 %	1.8 %	2.7 %	2.7 %	2.6 %	2.9 %	— %
Weighted average receive rate		0.4 %	0.1 %	0.2 %	0.3 %	0.5 %	0.6 %	— %

(in millions, except for per share data)

	July 31, 2021	August 1, 2020
<b>ASSETS</b>		
Cash and cash equivalents	\$ 41	\$ 47
Accounts receivable, net	1,103	1,120
Inventories, net	2,247	2,282
Prepaid expenses and other current assets	157	253
Current assets of discontinued operations	2	3
Total current assets	3,550	3,705
Property and equipment, net	1,784	1,701
Operating lease assets	1,064	983
Goodwill	20	20
Intangible assets, net	891	970
Deferred income taxes	57	108
Other long-term assets	157	96
Long-term assets of discontinued operations	2	4
Total assets	\$ 7,525	\$ 7,587
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Accounts payable	\$ 1,644	\$ 1,634
Accrued expenses and other current liabilities	341	283
Accrued compensation and benefits	243	229
Current portion of operating lease liabilities	135	131
Current portion of long-term debt and finance lease liabilities	120	83
Current liabilities of discontinued operations	4	10
Total current liabilities	2,487	2,370
Long-term debt	2,175	2,427
Long-term operating lease liabilities	962	874
Long-term finance lease liabilities	35	143
Pension and other postretirement benefit obligations	53	292
Other long-term liabilities	299	337
Long-term liabilities of discontinued operations	—	2
Total liabilities	6,011	6,445
Commitments and contingencies		
<b>Stockholders' equity:</b>		
Preferred stock, \$0.01 par value, authorized 5.0 shares; none issued or outstanding	—	—
Common stock, \$0.01 par value, authorized 100.0 shares; 57.0 shares issued and 56.4 shares outstanding at July 31, 2021; 55.3 shares issued and 54.7 shares outstanding at August 1, 2020	1	1
Additional paid-in capital	599	569
Treasury stock at cost	(24)	(24)
Accumulated other comprehensive loss	(39)	(239)
Retained earnings	978	838
Total United Natural Foods, Inc. stockholders' equity	1,515	1,145
Noncontrolling interests	(1)	(3)
Total stockholders' equity	1,514	1,142
Total liabilities and stockholders' equity	\$ 7,525	\$ 7,587

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Common stock, \$0.01 par value, authorized 100.0 shares; 57.0 shares issued and 56.4 shares outstanding at July 31, 2021; 55.3 shares issued and 54.7 shares outstanding at August 1, 2020	1	1
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Total stockholders' equity	1,514	1,142
Total liabilities and stockholders' equity	\$ 7,525	\$ 7,587

	<b>Fiscal Year Ended</b>		
	<b>July 31, 2021</b> <b>(52 weeks)</b>	<b>August 1, 2020</b> <b>(52 weeks)</b>	<b>August 3, 2019</b> <b>(53 weeks)</b>
Net sales	\$ 26,950	\$ 26,559	\$ 22,341
Cost of sales	23,011	22,670	19,121
Gross profit	3,939	3,889	3,220
Operating expenses	3,593	3,552	2,976
Goodwill impairment charges	—	425	293
Restructuring, acquisition and integration related expenses	56	87	148
(Gain) loss on sale of assets	(4)	18	(1)
Operating income (loss)	294	(193)	(196)
Net periodic benefit income, excluding service cost	(85)	(39)	(35)
Interest expense, net	204	192	181
Other, net	(8)	(4)	(1)
Income (loss) from continuing operations before income taxes	183	(342)	(341)
Provision (benefit) for income taxes	34	(91)	(59)
Net income (loss) from continuing operations	149	(251)	(282)
Income (loss) from discontinued operations, net of tax	6	(18)	(3)
Net income (loss) including noncontrolling interests	155	(269)	(285)
Less net income attributable to noncontrolling interests	(6)	(5)	—
Net income (loss) attributable to United Natural Foods, Inc.	\$ 149	\$ (274)	\$ (285)
Basic earnings (loss) per share:			
Continuing operations	\$ 2.55	\$ (4.76)	\$ (5.51)
Discontinued operations	\$ 0.10	\$ (0.34)	\$ (0.05)
Basic earnings (loss) per share	\$ 2.65	\$ (5.10)	\$ (5.56)
Diluted earnings (loss) per share:			
Continuing operations	\$ 2.38	\$ (4.76)	\$ (5.51)
Discontinued operations	\$ 0.09	\$ (0.34)	\$ (0.05)
Diluted earnings (loss) per share	\$ 2.48	\$ (5.10)	\$ (5.56)
Weighted average shares outstanding:			
Basic	56.1	53.8	51.2
Diluted	60.0	53.8	51.2

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

<i>(In millions)</i>	Fiscal Year Ended		
	July 31, 2021 (52 weeks)	August 1, 2020 (52 weeks)	August 3, 2019 (53 weeks)
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Net income (loss) including noncontrolling interests	\$ 155	\$ (269)	\$ (285)
Income (loss) from discontinued operations, net of tax	6	(18)	(3)
Net income (loss) from continuing operations	149	(251)	(282)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:			
Depreciation and amortization	285	282	248
Share-based compensation	45	25	26
(Gain) loss on sale of assets	(4)	18	(1)
Closed property and other restructuring charges	6	46	30
Goodwill impairment charges	—	425	293
Net pension and other postretirement benefit income	(85)	(39)	(35)
Deferred income tax benefit	(5)	(71)	(61)
LIFO charge	24	18	25
Provision for losses on receivables	(5)	46	10
Non-cash interest expense and other adjustments	51	15	16
Changes in operating assets and liabilities, net of acquired businesses			
Accounts and notes receivable	24	(124)	53
Inventories	14	(111)	183
Prepaid expenses and other assets	(37)	113	(48)
Accounts payable	15	107	(25)
Accrued expenses and other liabilities	137	(42)	(139)
Net cash provided by operating activities of continuing operations	614	457	293
Net cash used in operating activities of discontinued operations	—	—	(8)
Net cash provided by operating activities	614	457	285
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Payments for capital expenditures	(310)	(173)	(228)
Purchases of acquired businesses, net of cash acquired	—	—	(2,292)
Proceeds from dispositions of assets	82	147	179
Other	(11)	(2)	—
Net cash used in investing activities of continuing operations	(239)	(28)	(2,341)
Net cash provided by investing activities of discontinued operations	2	27	82
Net cash used in investing activities	(237)	(1)	(2,259)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Proceeds from borrowings of long-term debt	500	2	1,927
Proceeds from borrowings under revolving credit line	3,676	4,278	3,972
Proceeds from issuance of other loans	—	6	22
Repayments of borrowings under revolving credit line	(3,731)	(4,601)	(3,102)
Repayments of long-term debt and finance leases	(792)	(122)	(780)
Proceeds from the issuance of common stock and exercise of stock options	1	14	24
Payment of employee restricted stock tax withholdings	(14)	(1)	(3)
Payments for debt issuance costs	(13)	—	(63)
Distributions to noncontrolling interests	(4)	(5)	(1)
Repayments of other loans	(6)	(24)	—
Other	(1)	—	—
Net cash (used in) provided by financing activities	(384)	(453)	1,996

**NOTE 9—LONG-TERM DEBT**

The Company's long-term debt consisted of the following:

<i>(in millions)</i>	Average Interest Rate at			
	July 31, 2021	Fiscal Maturity Year	July 31, 2021	August 1, 2020
Term Loan Facility	3.59%	2026	\$ 1,002	\$ 1,773
ABL Credit Facility	1.52%	2024	701	757
Senior Notes	6.75%	2029	500	—
Other secured loans	5.16%	2024-2025	37	50
Debt issuance costs, net			(35)	(46)
Original issue discount on debt			(17)	(36)
Long-term debt, including current portion			2,188	2,498
Less: current portion of long-term debt			(13)	(71)
Long-term debt			\$ 2,175	\$ 2,427

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Long-term debt			\$ 2,175	\$ 2,427

<i>(in millions)</i>	2021		2020	
	Pension Benefits	Other Postretirement Benefits	Pension Benefits	Other Postretirement Benefits
<b>Changes in Benefit Obligation</b>				
Benefit Obligation at beginning of year	\$ 2,260	\$ 37	\$ 2,709	\$ 38
Actuarial (gain) loss	(103)	(9)	277	1
Benefits paid	(101)	(3)	(94)	(3)
Interest cost	37	—	57	1
Settlements paid	—	(18)	(689)	—
Plan amendment	—	11	—	—
Benefit obligation at end of year	2,093	18	2,260	37
<b>Changes in Plan Assets</b>				
Fair value of plan assets at beginning of year	1,991	12	2,497	11
Actual return on plan assets	226	—	262	1
Benefits paid	(101)	(3)	(94)	(3)
Settlements paid	—	(18)	(690)	—
Employer contributions	2	9	16	3
Fair value of plan assets at end of year	2,118	—	1,991	12
Funded (unfunded) status at end of year	\$ 25	\$ (18)	\$ (269)	\$ (25)

Fiscal Year	Pension Benefits	Other Postretirement Benefits
2022	\$ 122	\$ 3
2023	114	1
2024	118	1
2025	122	1
2026	120	1
Years 2027-2031	582	4

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