

Reconciliation of EBITDA to Adjusted EBITDA

(Dollars in thousands)
(Unaudited)

	Three Months Ended March 31,			
	2023	% of Sales	2022	% of Sales
Net sales	\$ 5,061,665	100.0%	\$ 4,086,387	100.0%
Net income	\$ 590,960	11.7%	\$ 348,088	8.5%
Income taxes	165,421	3.3%	85,901	2.1%
Depreciation	80,194	1.6%	63,832	1.6%
Amortization	145,147	2.9%	78,865	1.9%
Interest expense	151,993	3.0%	63,272	1.5%
EBITDA	1,133,715	22.4%	639,958	15.7%
Adjustments:				
Business realignment charges	8,241	0.2%	3,152	0.1%
Meggitt costs to achieve	31,244	0.6%	-	0.0%
Lord costs to achieve	-	0.0%	933	0.0%
Acquisition-related expenses	1,299	0.0%	12,724	0.3%
Loss on deal-contingent forward contracts	-	0.0%	246,983	6.0%
Amortization of inventory step-up to FV	37,642	0.7%	-	0.0%
Net loss on divestitures	10,927	0.2%	-	0.0%
Russia Liquidation	-	0.0%	20,057	0.5%
EBITDA - Adjusted	\$ 1,223,068	24.2%	\$ 923,807	22.6%
EBITDA margin	22.4 %		15.7 %	
EBITDA margin - Adjusted	24.2 %		22.6 %	



Reconciliation of EPS

Fiscal Year 2023 Guidance

(Unaudited)	
(Amounts in dollars)	
Forecasted earnings per diluted share	Fiscal Year 2023
	\$14.75 to \$15.05
Adjustments:	
Business realignment charges	0.23
Costs to achieve	0.69
Acquisition-related intangible asset amortization expense	4.00
Acquisition-related expenses	2.55
Loss on deal-contingent forward contracts	3.00
Net gain on divestitures	(2.78)
Tax effect of adjustments ¹	(1.84)
Adjusted forecasted earnings per diluted share	\$20.60 to \$20.90

1. This line item reflects the aggregate tax effect of all non-tax adjustments reflected in the preceding line items of the table. We estimate the tax effect of each adjustment item by applying our overall effective tax rate for continuing operations to the pre-tax amount, unless the nature of the item and/or the tax jurisdiction in which the item has been recorded requires application of a specific tax rate or tax treatment, in which case the tax effect of such item is estimated by applying such specific tax rate or tax treatment.

