



PLATFORM SPECIALTY
PRODUCTS CORPORATION

Second Quarter 2016



MacDermid
PERFORMANCE SOLUTIONS



Arysta
LifeScience

August 8, 2016

Safe Harbor

Please note that in this presentation, we may discuss events or results that have not yet occurred or been realized, commonly referred to as forward-looking statements. The Private Securities Litigation Reform Act of 1995 provides a safe harbor for forward-looking statements made by or on behalf of the Company. Such discussion and statements will often contain words such as “expect,” “anticipate,” “believe,” “intend,” “plan” and “estimate,” and include, without limitations, statements regarding the Company's adjusted EBITDA and adjusted diluted earnings per share, expected or estimated revenue, meeting financial goals, segment earnings, net interest expense, income tax provision, cash flow from operations, full year cash taxes, capital expenditures, restructuring costs and other non-cash charges, the outlook for the Company's markets and the demand for its products, consistent profitable growth, free cash flows, future revenues, gross, operating and EBITDA margin requirements and expansion, organic net sales growth, performance trends, bank leverage ratios, the success of new product introductions, growth in costs and expenses, the impact of commodities and currencies costs, the Company's ability to manage its risk in these areas, the Company's ability to identify, hire and retain executives and other qualified employees, the Company's assessment over its internal control over financial reporting, and the impact of acquisitions, divestitures, restructurings, and other unusual items, including the Company's ability to raise new debt and equity and to integrate and obtain the anticipated results and synergies from its consummated acquisitions. These projections and statements are based on management's estimates and assumptions with respect to future events and financial performance and are believed to be reasonable, though are inherently uncertain and difficult to predict. Actual results could differ materially from those projected as a result of certain factors. A discussion of factors that could cause results to vary is included in the Company's periodic and other reports filed with the Securities and Exchange Commission. The Company undertakes no obligation to update any forward-looking statement, whether as a result of new information, future events or otherwise.

This presentation also contains unaudited “comparable” financial information which assumes full period contribution of Alent plc and the Electronic Chemicals and Photomasks businesses of OM Group, Inc. acquired in Q4 2015; and OMG Electronic Chemicals (M) SdnBhd acquired in 2016. This combined information is provided for informational purposes only and is not necessarily, and should not be assumed to be, an indication of the results that would have been achieved had the Company's acquisitions been completed as of the dates indicated, or that may be achieved in the future. Historical financial results and information included herein relating to these acquired businesses were derived from public filings, when applicable, and/or information provided by management of these businesses prior to their acquisitions by the Company. Although we believe it is reliable, this information has not been verified, internally or independently. In addition, financial information for some of these acquired businesses was historically prepared in accordance with non-GAAP accounting methods, and may or may not be comparable to the Company's financial statements. Consequently, there is no assurance that the financial results and information for these legacy businesses included herein are accurate or complete, or representative in any way of the Company's actual or future results as a consolidated company.

Non-GAAP Information



To supplement the financial measures prepared in accordance with generally accepted accounting principles in the United States (“GAAP”), the Company uses the following non-GAAP financial measures: comparable adjusted diluted earnings per share, comparable sales, adjusted EBITDA, adjusted EBITDA margin, adjusted EBITDA guidance, comparable adjusted EBITDA, comparable adjusted EBITDA margin and organic sales. The Company also evaluates and presents its results of operations on a constant currency and comparable constant currency basis.

The reconciliations of these non-GAAP measures to the most directly comparable financial measures calculated and presented in accordance with GAAP can be found in this presentation and the tables included in the Company’s earnings release dated August 8, 2016 (the “earnings release”), a copy of which can be found on the Company’s website at www.platformspecialtyproducts.com. This presentation should be read in conjunction with the earnings release. The Company only provides guidance on a non-GAAP basis and does not provide reconciliations of such forward-looking non-GAAP measure to GAAP, due to the inherent difficulty in forecasting and quantifying certain amounts that are necessary for such reconciliations, including adjustments that could be made for restructuring, integration and acquisition-related expenses, share-based compensation amounts, adjustments to inventory and other charges reflected in our reconciliation of historic numbers, the amount of which, based on historical experience, could be significant.

Management uses these non-GAAP measures as key metrics in the monitoring and evaluation of the Company’s performance and consolidated financial results and, in part, in the determination of cash bonuses for its executive officers. The Company believes that these non-GAAP measures provide useful information to investors by excluding certain items that we believe are not representative of the Company’s business and including other items that the Company believes are useful in evaluating its business; thereby providing a more complete understanding of the Company’s operational results and a meaningful comparison of the Company’s performance between periods and to its peers. When reconciled to the corresponding GAAP measures, these non-GAAP measures also help our investors to understand the long-term profitability trends of our businesses. Finally, these non-GAAP measures address questions the Company routinely receives from securities analysts, investors and other interested parties in the evaluation of companies in our industry and, in order to assure that all investors have access to similar data, the Company has determined that it is appropriate to make this data available to all. Non-GAAP financial measures are however not prepared in accordance with GAAP, as they exclude certain items as described herein, and may not be indicative of the results that the Company expects to recognize for future periods. In addition, these non-GAAP financial measures may differ from measures that other companies may use. As a result, these non-GAAP financial measures should be considered in addition to, and not a substitute for, financial information prepared in accordance with GAAP. Investors are encouraged to review the reconciliation of these non-GAAP measures to their most directly comparable GAAP financial measure included herein and in the earnings release.

Please see the Appendix to this presentation for a more detailed description of each non-GAAP financial measure used by the Company, including the adjustments reflected in each such non-GAAP measure and the reason why we believe such non-GAAP measures are useful to investors.

Q2 2016 Highlights

(\$ in millions)	Actual			Comparable ^{1*}			Comparable Constant Currency ^{2*}			Organic ^{3*}
	Q2 2016	Q2 2015	YoY%	Q2 2016	Q2 2015	YoY%	Q2 2016	Q2 2015	YoY%	YoY%
Revenue	\$922	\$675	37%	\$922	\$951	(3)%	\$956	\$951	1%	1%
EPS	\$(0.04)	\$(0.06)	<i>nm</i>							
Adj. EBITDA*	193	168	15%	193	213	(10)%	200	213	(6)%	
Adj. EBITDA Margin*	21%	25%		21%	22%		21%	22%		
Adj. EPS*				\$0.16	\$0.25	(36)%				

- Revenue increased 37% primarily from impact of acquisitions while comparable revenue declined primarily driven by persisting U.S. dollar strength
- EPS was less negative compared to a year ago period, due partially to higher overall earnings from acquisitions
- Organic sales increased 1% in the quarter
 - Strong growth in Latin America and AME Ag despite weak commodity prices
 - Declines in North America Ag driven by low farmer incomes, high channel inventories and limited pest pressure
 - Strength in automotive units partially offset by broad softness in electronics and oil and gas markets
- Comparable constant currency adj. EBITDA declined 6% in the quarter
 - Year-over-year investment in enterprise development of ~\$8 million
 - \$13 million of incremental synergies realized in the quarter
- Excluding corporate cost adj. EBITDA margins on a comparable basis would have been ~flat year-over-year

1. Comparable, on this chart and subsequent charts, assumes full period contribution of all businesses acquired in 2015 and 2016

2. Constant currency, on this chart and subsequent charts, refers to the financial results of the current period restated at the prior period exchange rates

3. Organic sales, on this chart and subsequent charts, excludes the impact of currency, metal prices, divestitures

* THE FINANCIAL MEASURES IN THIS SECTION AND ON SUBSEQUENT CHARTS ARE NOT IN ACCORDANCE WITH GAAP. FOR DEFINITIONS OF THESE NON-GAAP MEASURES, DISCUSSIONS OF ADJUSTMENTS AND RECONCILIATIONS, PLEASE REFER TO THE APPENDICES OF THIS PRESENTATION

Performance Solutions Q2 Results

(\$ in millions)	Actual	Comparable		Comparable Constant Currency			Organic
	Q2 2016	Q2 2015	YoY%	Q2 2016	Q2 2015	YoY%	YoY%
Revenue	\$438	\$458	(4)%	\$448	\$458	(2)%	(2)%
Adj. EBITDA	98	98	0%	102	98	4%	
Adj. EBITDA Margin	22%	21%		23%	21%		
<i>Adj. EBITDA ex-corp costs</i>	105	101	4%	109	101	8%	
<i>Adj. EBITDA margin ex-corp costs</i>	24%	22%		24%	22%		

- Revenue over the comparable 2015 period was impacted by currency as well as continued softness in Asia electronics and oil and gas end-markets
- Organic sales declined 2% in the quarter
 - Sales into the oil and gas markets were the primary driver of the organic decline
- Excluding corporate allocations, comparable constant currency adj. EBITDA increased 8%
 - Driven by favorable product mix and successful synergy capture
- Tailwinds:
 - Continued global automotive strength
 - Strength in Graphics segment demand
 - Continued business efficiency improvements
- Headwinds:
 - Electronics demand weakness in Asia
 - Impact of low energy prices on offshore drilling and PET recycling markets
 - Currency

Agricultural Solutions Q2 Results

(\$ in millions)	Actual	Comparable		Comparable Constant Currency			Organic
	Q2 2016	Q2 2015	YoY%	Q2 2016	Q2 2015	YoY%	YoY%
Revenue	\$484	\$494	(2)%	\$508	\$494	3%	5%
Adj. EBITDA	95	116	(18)%	99	116	(15)%	
Adj. EBITDA Margin	20%	23%		19%	23%		
<i>Adj. EBITDA ex-corp costs</i>	103	119	(14)%	106	119	(11)%	
<i>Adj. EBITDA margin ex-corp costs</i>	21%	24%		21%	24%		

- Revenue over the 2015 period was negatively impacted by year-over-year currency headwinds (\$24 million) and divestitures (\$9 million)
- Organic sales increased 5%
 - Significant organic growth in Latin America and AME driven by both volume and price
 - North America experienced demand softness due to continued distributor channel inventory corrections and reduced pest pressure
- Excluding corporate allocations, comparable constant currency adj. EBITDA decreased 11%
 - Driven by negative regional and product mix shift
- Tailwinds:
 - Strong demand for niche products in Latin America, particularly Brazil
 - Strong demand in specialty markets, particularly fruits, vegetables and cocoa in AME
 - End to El Niño conditions in Asia
- Headwinds:
 - Negative regional mix shift
 - High channel inventory and low pest pressure in North America
 - Currency

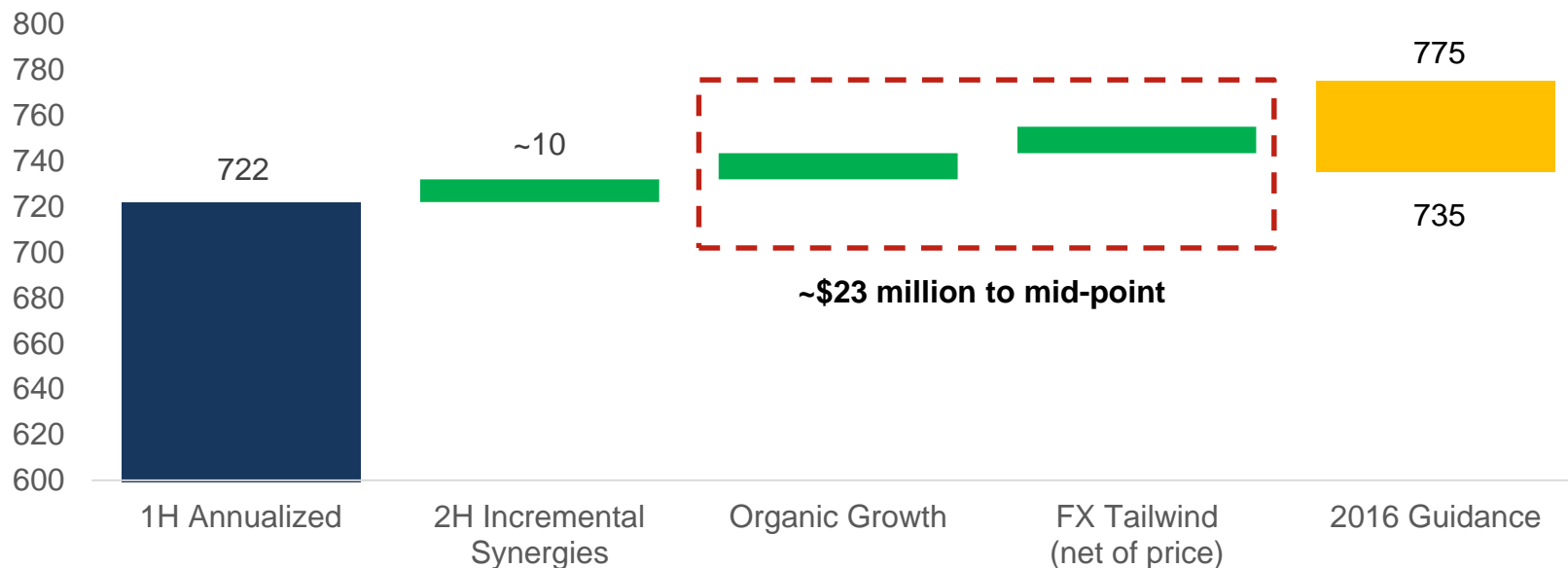
Ag Regional Performance

	Q2'16 Organic Sales Growth	% of Ag Sales (Q2'15)	% of Ag Sales (Q2'16)
North America	~(40)%	~20%	~10%
Rest of World	~15%	~80%	~90%
Total	5%		

- Excluding North America, the Ag business had a strong quarter with each region showing positive sales and earnings growth
- North America performance declined materially due to high channel inventories and lack of pest pressure
 - Actions Platform took in 2015 to improve the channel were partially offset by a declining market – particularly in cereals
 - On the ground product sales continue at a rate above that of Platform’s sales to the channel – albeit more slowly than expected given the weak market
 - This year saw the lowest levels of mite infestation in over 35 years driving materially slower sales of specialty crop pesticide portfolio
- Weak North America sales negatively impacts overall Ag margins, as it is a higher margin business
- A robust North American turnaround strategy is underway premised on:
 - Normalization of channel inventory levels for key products driven by market improvement
 - Significant organizational changes to salesforce to align with customers
 - Share gains in seed treatment and biostimulants already successfully sold in other regions

Bridging to Updated Guidance

Updating Lower-end of 2016 Adjusted EBITDA¹ guidance to \$735 - \$775 million²



	1H 2016	2016 Outlook	2H Expectation
Organic Growth	~Flat	Low single digit growth	Continued growth in Ag and recovery to positive growth in Performance Solutions
Synergies	~\$25 million	~\$40 million	Continued cost opportunities
FX Translation	~\$18 million headwind	Modest headwind at current rates	Improvement in Brazil and decline in China. Expect BRL benefit to be moderated by price reductions in Ag

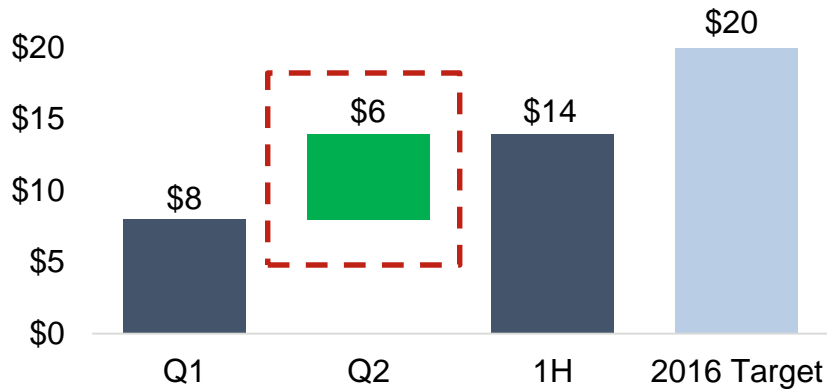
1. For a definition of non-gaap measures, discussions of adjustments and reconciliations, please refer to the appendices of this presentation
 2. Based on June 30, 2016 exchange rates

Cost Synergies (Non-GAAP)

Agricultural Solutions

\$ in millions

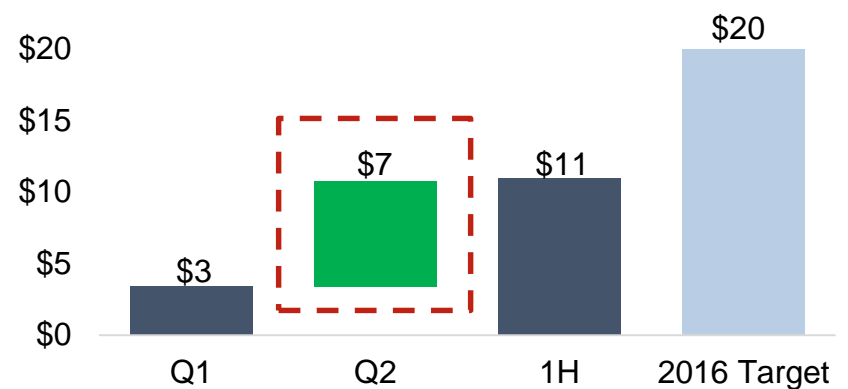
Realized YoY Cost Synergies



Performance Solutions

\$ in millions

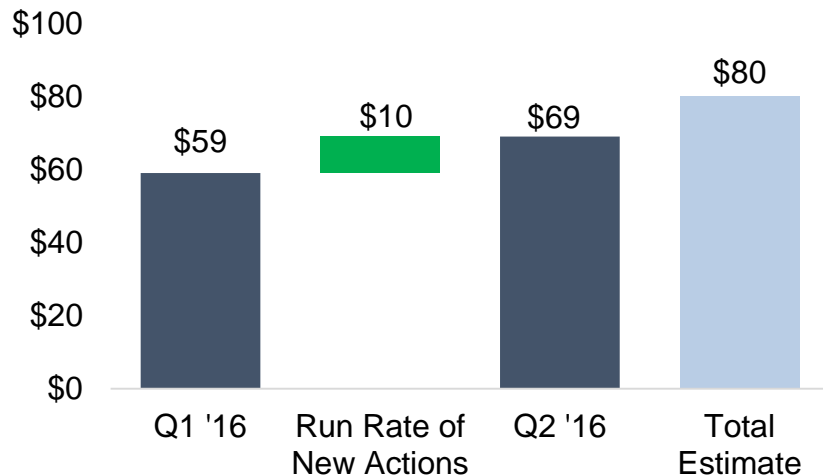
Realized YoY Cost Synergies



\$13 million of new cost synergies realized in Q2

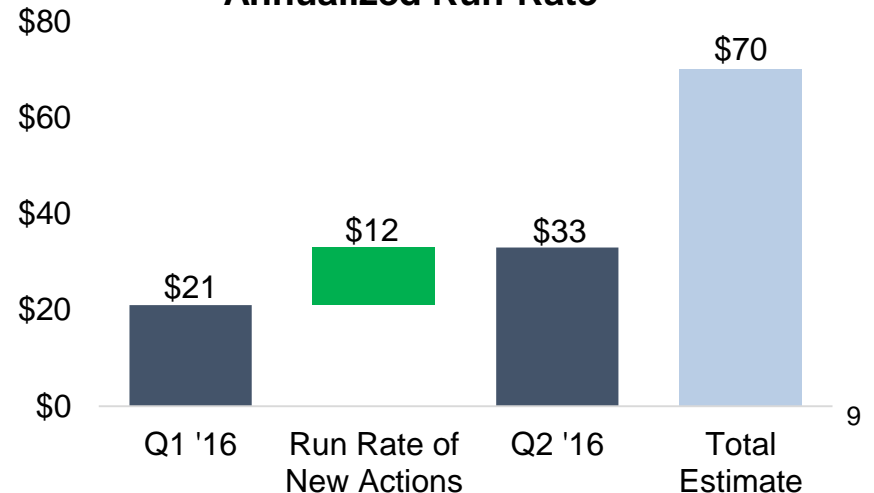
\$ in millions

Annualized Run-Rate



\$ in millions

Annualized Run-Rate



Agricultural Solutions

- Legal entity consolidation initiatives continue to progress smoothly
- \$10 million of new run-rate cost synergy actions in Q2
 - Regulatory and supply chain synergy priority continues
- \$6 million increase in synergies vs. Q2 2015 – on track to achieve an estimated \$20 million target in 2016
- Significant progress in growth strategy development
 - Certain business rationalization initiatives being evaluated as part of broader strategy plans

Performance Solutions

- Completion of initial global product rationalization and margin improvement initiatives
- First phase facility consolidation plans approved and execution underway
 - Expected savings in early 2017
- \$12 million of new run-rate cost synergy actions in Q2
 - Significant back-office actions near quarter-end
- \$7 million of realized synergies in Q2 2016 – on track to achieve an estimated \$20 million target in 2016
- Continued revenue synergy development with targeted regional sales initiatives

Total

- Improved adj. EBITDA by \$63 million of synergies to-date across both integrations
- Run-rate synergies of over \$100 million

Financial Performance

Q2 Financial Overview

(\$ in millions)	Actual			Comparable			Comparable Constant Currency			Organic
	Q2 2016	Q2 2015	YoY%	Q2 2016	Q2 2015	YoY%	Q2 2016	Q2 2015	YoY%	YoY%
Revenue	\$922	\$675	37%	\$922	\$951	(3)%	\$956	\$951	1%	1%
EPS	\$(0.04)	\$(0.06)	<i>nm</i>							
Adj. EBITDA*	193	168	15%	193	213	(10)%	200	213	(6)%	
Adj. EBITDA Margin*	21%	25%		21%	22%		21%	22%		
Adj. EPS*				\$0.16	\$0.25	(36)%				

Updating Lower-end of 2016 Adjusted EBITDA¹ guidance to \$735 - \$775 million²

(\$ in millions)	1H 2016	2016 Outlook
Organic Growth	~Flat	Low single digit growth
Cash Interest	\$183	~\$360
Cash Taxes	\$54	\$100 - 125
Capex ³	\$38	~\$100

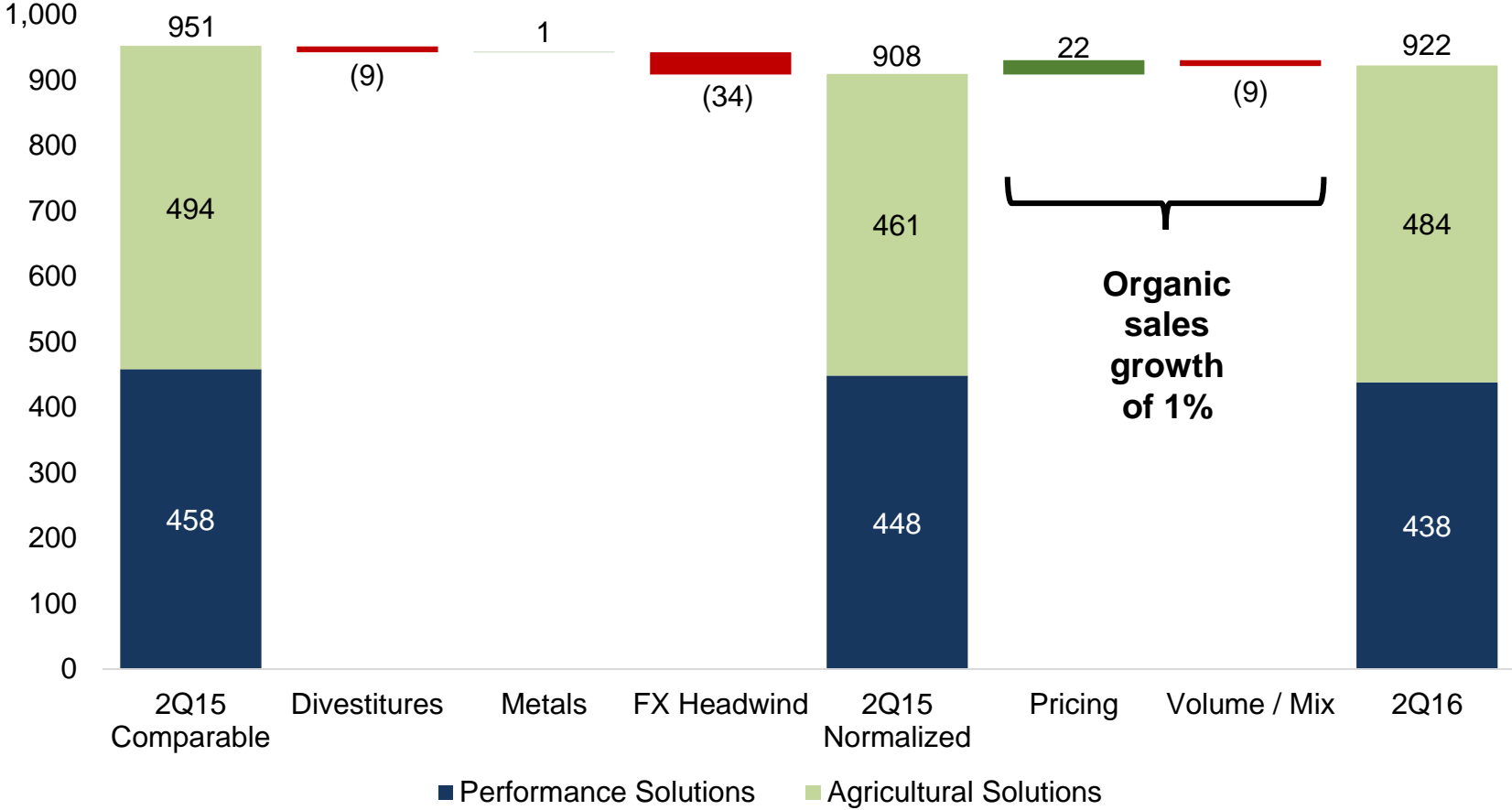
Cash Flow Seasonality
<ul style="list-style-type: none"> Negative YTD cash flow driven by Q1 seasonal working capital build in Ag – moderated by Q2 release Expectation for modest improvement in working capital balances in Q3 Full-year outlook unchanged

1. For a definition of non-gaap measures, discussions of adjustments and reconciliations, please refer to the appendices of this presentation
 2. Based on June 30, 2016 exchange rates
 3. Capex includes investments in fixed assets as well as investments in product registrations

2Q 2015 to 2Q 2016 Sales Bridge (Non-GAAP)

Sales Bridge

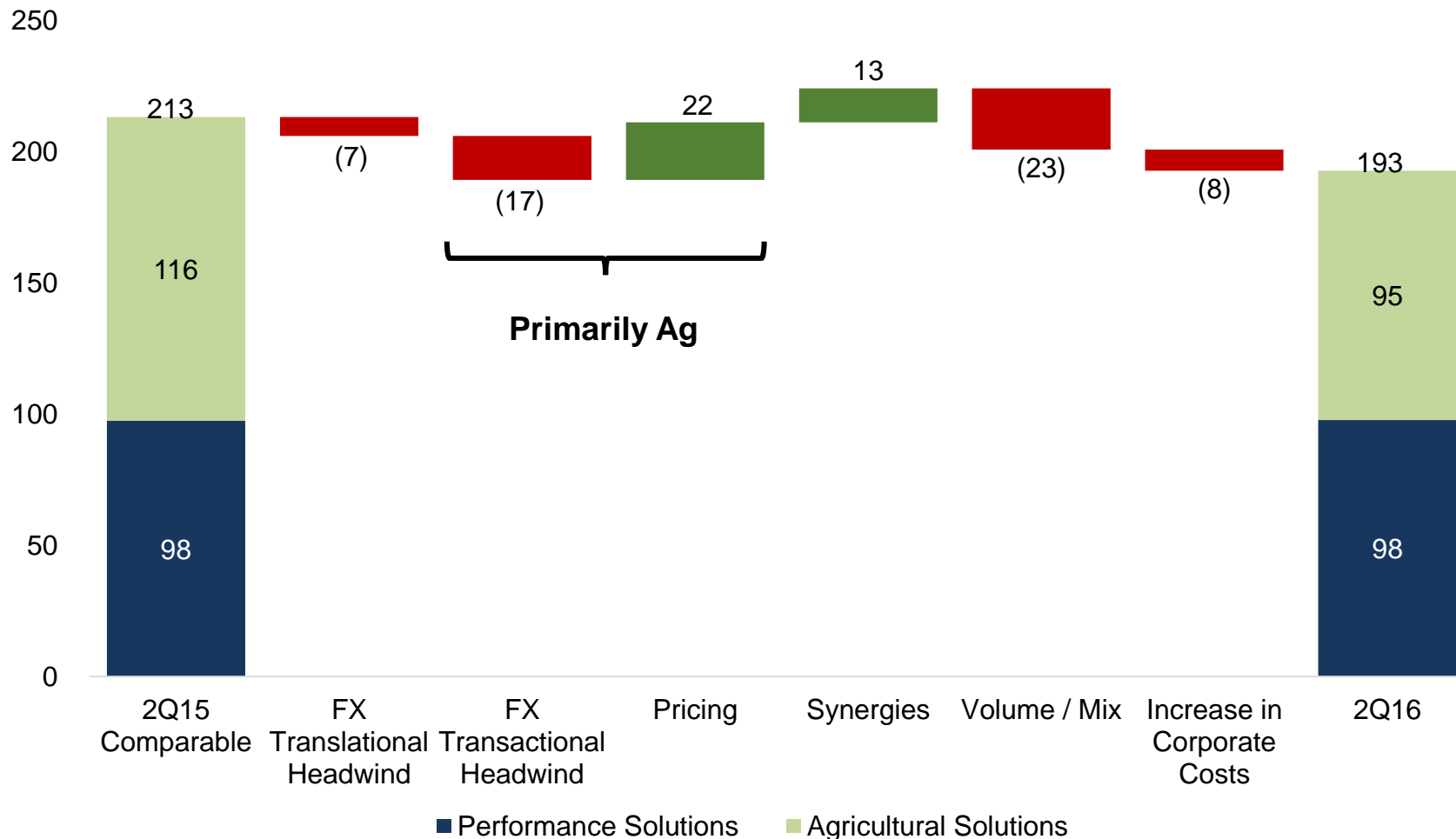
\$ in millions



2Q 2015 to 2Q 2016 Adjusted EBITDA Bridge (Non-GAAP)

Adjusted EBITDA Bridge

\$ in millions



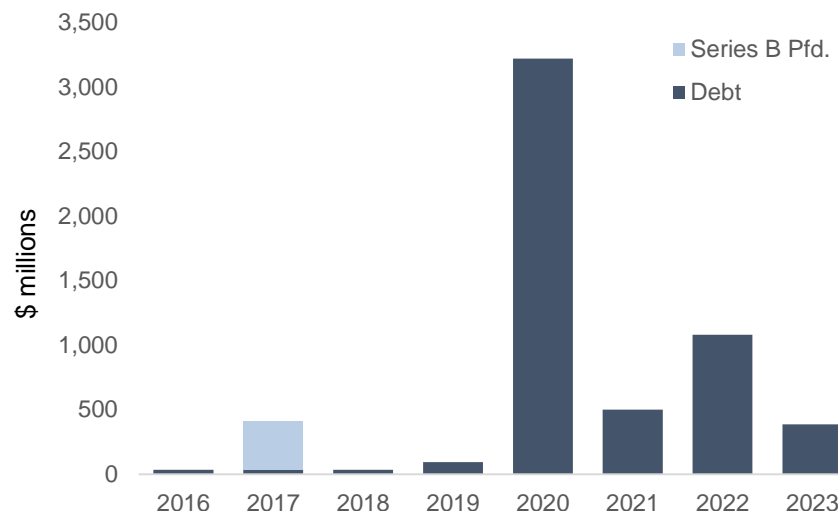
Capital Structure Overview

Capital Structure

\$ millions

Instrument	Maturity	Coupon	6/30/16
Corporate Revolver (\$500M)	6/7/2019		\$90
Term Loan – USD ¹	6/7/2020	L + 450	2,684
Term Loan – EUR ¹	6/7/2020	L + 450	645
Other Debt			52
Total First Lien Debt			\$3,471
10.375% of '21 Senior Notes	5/1/2021	10.375%	500
6.5% of '22 Senior Notes	2/1/2022	6.500%	1,100
6% of '23 Senior Notes (€)	2/1/2023	6.000%	389
Total Unsecured Debt			\$1,989
Total Debt			\$5,460
Cash Balance as of 6/30/16			\$342
Net Debt			\$5,118
Series B Pfd. Make Whole ²			404
Shares Outstanding ³			266
Market Capitalization⁴			\$2,362
Total Capitalization			\$7,884

Maturity Profile



- At June 30th stock price, Series B Preferred make-whole potential amount is \$404M due in October 2016, though Platform has an option to extend until April 2017
- No significant debt maturities until June 2020

1. Platform has swapped certain amounts of its floating rate term loans to fixed rate including \$1.2bn of its USD tranches and €283m of its Euro tranches. At 6/30/2016, 36% of debt was floating and 64% was fixed

2. Includes only the potential make-whole 'cash' component of the Series B convertible preferred stock. Potential make-whole calculation: $(\$27.14 - \text{PAH closing price of } \$8.88) \times 22.1 \text{ million shares}$

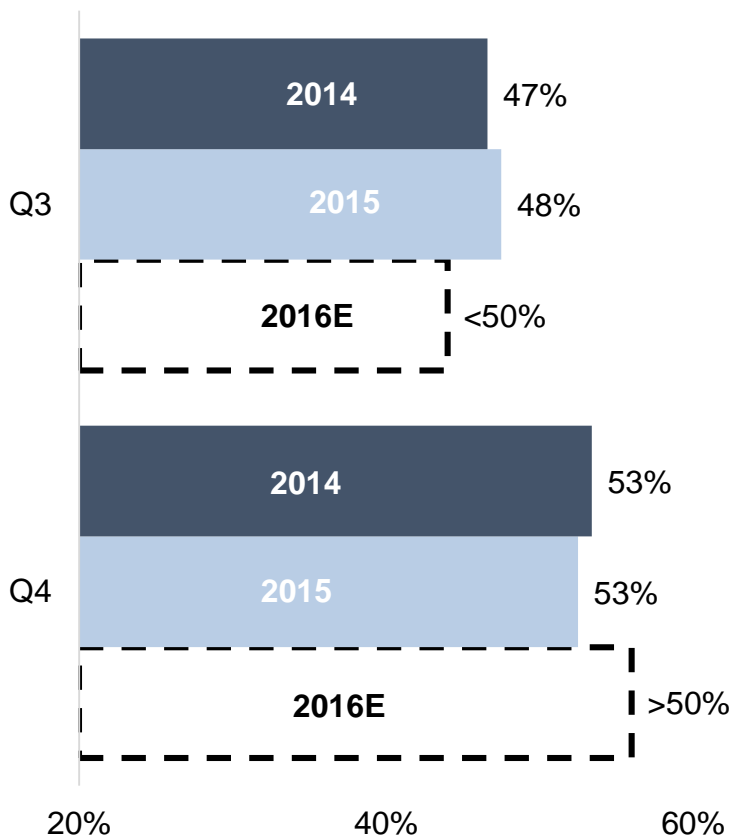
3. 266 million shares outstanding at 6/30/2016 on an adjusted fully diluted basis, including 22.1 million shares related to the Series B convertible preferred stock

4. Based on 6/30/2016 PAH closing price of \$8.88

Seasonality of Financial Performance (Non-GAAP)



% of 2H Comparable Adj. EBITDA



Key Drivers of 2016 vs 2015 Seasonality

3rd Quarter

- Seasonally slow Ag quarter
 - Ramp of Latin American season
 - Slow quarter for rest of world
- Expectation for sequential growth in Performance Solutions business driven by electronics demand and synergy actions

4th Quarter

- Strongest Ag quarter
 - Southern hemisphere growing season
 - North America seasonal buying behavior
 - Q4'15 adj. EBITDA negatively impacted by change in channel strategy
- Expectation for Performance Solutions growth vs first half due to already secured new business
- Full benefit of Q1 to Q3 2016 synergy actions in the quarter

Integration and Synergy Realization

Focus Commercial Efforts on Fast Growing Niches

Establish Operating Rhythm and Momentum

Generate Free Cash Flow

Appendix

Covenant Overview

- Our capital structure is subject to only one quarterly maintenance test - 6.25x First Lien Net Debt to Covenant EBITDA
- Covenant EBITDA is defined as LTM comparable adj. EBITDA plus synergies expected to be realized based on actions to be taken over the next 12 months¹
- We have significant headroom under the maintenance covenant
- The Gross First Lien Leverage ratio only limits our ability to incur debt if we would not satisfy a 2x Fixed Charge Coverage Ratio test, tested at the time of incurrence

Covenant EBITDA

LTM Comparable adj. EBITDA	\$713
(+) Announced Synergies	150
(-) Realized Synergies	(63)
(+) Synergy Adjustment	87
Covenant EBITDA	\$800

Covenant Calculations³

Leverage Covenants	as of 6/30/16	Covenant	EBITDA Headroom	Headroom %
<i>Maintenance Covenant:</i>				
Net First Lien Leverage	3.91x	< 6.25x	\$299	37%
<i>Incurrence Covenants:</i>				
Gross First Lien Leverage	4.34x	< 4.50x	\$29	4%
Total Net Leverage	6.40x	< 6.75x – 7.00x ²	\$42 – \$69	5% - 9%

Note: All \$ amounts in millions

1. Synergy credit is limited to 15% of underlying EBITDA; See definition of Consolidated EBITDA in the Company's Credit Agreement dated April 12, 2007, as amended and/or restated

2. This covenant varies based on use of proceeds – 6.75x applies to acquisitions while 7.00x applies to other uses of debt

3. The covenants do not reflect the impact of any potential Series B preferred make-whole payment

Organic Sales Reconciliation

	Performance Solutions		Agricultural Solutions		Total	
	Q2 2016	YoY%	Q2 2016	YoY%	Q2 2016	YoY%
<i>(amounts in millions)</i>						
Change in net comparable sales	\$(20)	(4.3)%	\$(10)	(2.1)%	\$(30)	(3.1)%
Dispositions	-	-	9	1.9	9	1.0
Foreign exchange impacts	10	2.3	24	5.0	34	3.7
Impact of metal prices	(1)	(0.2)	-	-	(1)	(0.1)
Organic Sales Growth	\$(10)	(2.2)%	\$23	4.8%	\$13	1.4%

Net Loss Attributable to Common Stockholders Reconciliation to Adjusted EBITDA



<i>(amounts in millions)</i>	Q2 2016	Q2 2015
Net loss attributable to common stockholders	\$(9)	\$(12)
Income tax expense	27	-
Net income attributable to the non-controlling interests	1	3
Income (loss) before income taxes and non-controlling interests	19	(9)
Adjustments to reconcile to Adjusted EBITDA		
Interest expense, net	97	51
Depreciation expense	19	14
Amortization expense	67	53
Long-term compensation issued in connection with acquisitions ¹	-	-
Restructuring expenses	7	12
Manufacturer's profit in inventory purchase accounting adjustments	-	21
Acquisition and integration costs	5	24
Non-cash change in fair value of contingent consideration	1	1
Legal settlements	(3)	(16)
Foreign exchange (gains) losses on foreign denominated external and internal debt	(19)	18
Adjusted EBITDA	\$193	\$168

Note: Totals may not reconcile due to rounding
1. Rounded down to zero

Diluted EPS Reconciliation to Comparable Adj. Diluted EPS

<i>(amounts in millions except per share)</i>	Q2 2016	Q2 2015
GAAP diluted loss per share	\$(0.04)	\$(0.06)
<i>Weighted average diluted shares outstanding (in millions)</i>	230	193
Net loss attributable to common stockholders	\$(9)	\$(12)
Pre-acquisition activity of acquired companies:		
Net sales	-	276
Cost of sales	-	(165)
Selling, technical, general and administrative expense	-	(69)
Research and development expense	-	(8)
Other income	-	4
	-	38
Adjustments:		
Interest expense for pre-acquisition periods	-	(35)
Reversal of amortization expense	67	54
Adjustment for investment in registration of products	(8)	(6)
Long-term compensation issued in connection with acquisitions ¹	-	-
Restructuring expenses	7	14
Manufacturer's profit in inventory purchase accounting adjustments	-	21
Acquisition and integration costs	5	24
Non-cash change in fair value of contingent consideration	1	1
Foreign exchange (gain) loss on foreign denominated external and internal debt	(19)	18
Gain on legal settlement	(3)	(16)
Adjustment to estimated effective tax rate	3	(36)
Adjustment to reverse (loss) income attributable to non-controlling interests resulting from the MacDermid acquisition	(2)	2
Comparable adjusted net income attributable to common stockholders	\$43	\$66
Comparable adjusted diluted earnings per share	\$0.16	\$0.25
<i>Adjusted shares outstanding (in millions)</i>	266	266

Note: Totals may not reconcile due to rounding

1. Rounded down to zero

Non-GAAP Definitions

Comparable Sales:

Comparable sales is defined as sales adjusted for the sales of our acquisitions as if they had occurred on January 1, 2015. Management believes this measure provides investors with a more complete understanding of sales trends by providing sales on a more consistent basis.

Organic Sales:

Organic sales is defined as Comparable sales excluding the impact of currency, metals price, divestitures and acquisitions, as applicable. Management believes this measure provides investors with a more complete understanding of the underlying sales trends by providing Comparable sales over differing periods on a consistent basis.

Constant Currency and Comparable Constant Currency:

Our constant currency presentation excludes the impact of fluctuations in foreign currency exchange rates. We believe providing constant currency information provides valuable supplemental information regarding our results of operations, consistent with how we also evaluate our performance. We calculate constant currency percentages by converting our current-period local currency financial results into U.S. Dollar using the prior period's exchange rates and comparing these adjusted amounts to our prior period reported results. The comparable constant currency presentation includes actual results adjusted to reflect acquisitions and related financings as though they had occurred on January 1, 2015 adjusted for the effects of purchase accounting on actual results. Management believes that this presentation provides a more complete understanding of the Company's operational results and a meaningful comparison of its performance between periods. However, this comparable financial information is provided for informational purposes only and is not necessarily, and should not be assumed to be, an indication of the results that would have been achieved had the Company's acquisitions been completed as of the dates indicated, or that may be achieved in the future.

Adjusted EBITDA and Comparable Adjusted EBITDA:

Adjusted EBITDA is defined as earnings before interest, taxes, depreciation and amortization, as further adjusted for additional items included in earnings that are not representative or indicative of our ongoing business as described in the footnotes to the non-GAAP measures reconciliations. Comparable adjusted EBITDA is defined as Adjusted EBITDA adjusted to reflect acquisitions and the related financings as though they had occurred on January 1, 2015 without the impact of purchase accounting. Adjusted EBITDA and comparable adjusted EBITDA are key metrics used by management to measure operating performance and trends. In particular, the exclusion of certain expenses in calculating adjusted EBITDA and comparable adjusted EBITDA facilitates operating performance comparisons on a period-to-period basis.

Comparable Adjusted Diluted Earnings Per Share:

Comparable adjusted diluted earnings per share is defined as net loss attributable to common stockholders adjusted to reflect acquisitions and the related financings as though they had occurred on January 1, 2015 without the impact of purchase accounting, as well as other adjustments consistent with our definition of Adjusted EBITDA. Additionally, we eliminate the amortization associated with (i) intangibles assets recognized in purchase accounting for acquisitions and (ii) costs capitalized in connection with obtaining regulatory approval of our products ("registration rights") as part of ongoing operations and deduct capital expenditures associated with obtaining these registration rights. Further, we adjust the effective tax rate to 35% as described in the notes to the reconciliation. The resulting comparable adjusted net income available to stockholders is divided by the number of shares of outstanding common stock as of June 30, 2016 plus the number of shares that would be issued if convertible stock were converted to common stock, vested stock options were exercised, and all awarded equity granted were vested as of June 30, 2016. Comparable adjusted diluted earnings per share is a key metric used by management to measure operating performance and trends. In particular, the exclusion of certain expenses in calculating comparable adjusted diluted earnings per share facilitates operating performance comparisons on a period-to-period basis.