Cautionary Statement

Certain statements included herein contain forward-looking statements within the meaning of federal securities laws about the financial condition and results of operations of KEMET Corporation (the “Company”) that are based on management's current expectations, estimates and projections about the markets, in which the Company operates, as well as management's current beliefs and assumptions. Words such as "expects," "anticipates," "believes," "estimates" or other similar expressions and future or conditional verbs such as "will," "should," "would," and "could" are intended to identify such forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties and assumptions, which are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or forecasted in, or implied by, such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management's judgment only as of the date hereof. The Company undertakes no obligation to update publicly any of these forward-looking statements to reflect new information, future events or otherwise.

Factors that may cause actual outcomes and results to differ materially from those expressed in, or implied by, these forward-looking statements include, but are not necessarily limited to the following: (i) adverse economic conditions could impact our ability to realize operating plans if the demand for our products declines, and such conditions could adversely affect our liquidity and ability to continue to operate and could cause a write down of long-lived assets or goodwill; (ii) an increase in the cost or a decrease in the availability of our principal or single-sourced purchased raw materials; (iii) changes in the competitive environment; (iv) uncertainty of the timing of customer product qualifications in heavily regulated industries; (v) economic, political, or regulatory changes in the countries in which we operate; (vi) difficulties, delays, or unexpected costs in completing the Company's restructuring plans; (vii) acquisitions and other strategic transactions expose us to a variety of risks, including the ability to successfully integrate and maintain adequate internal controls over financial reporting in compliance with applicable regulations; (viii) our acquisition of TOKIN Corporation may not achieve all of the anticipated results; (ix) our business could be negatively impacted by increased regulatory scrutiny and litigation; (x) difficulties associated with retaining, attracting, and training effective employees and management; (xi) the need to develop innovative products to maintain customer relationships and offset potential price erosion in older products; (xii) exposure to claims alleging product defects; (xiii) the impact of laws and regulations that apply to our business, including those relating to environmental matters, data protection, cyber security and privacy; (xiv) the impact of international laws relating to trade, export controls and foreign corrupt practices; (xv) changes impacting international trade and corporate tax provisions related to the global manufacturing and sales of our products may have an adverse effect on our financial condition and results of operations; (xvi) volatility of financial and credit markets affecting our access to capital; (xvii) default or failure of one or more of our counterparty financial institutions could cause us to incur significant losses; (xviii) the need to reduce the total costs of our products to remain competitive; (xix) potential limitation on the use of net operating losses to offset possible future taxable income; (xx) restrictions in our debt agreements that could limit our flexibility in operating our business; (xxi) failure to maintain effective internal controls over financial reporting; (xxii) service interruption, misappropriation of data, or breaches of security as it relates to our information systems could cause a disruption in our operations, financial losses, and damage to our reputation; (xxiii) economic and demographic experience for pension and other post-retirement benefit plans could be less favorable than our assumptions; (xxiv) fluctuation in distributor sales could adversely affect our results of operations; (xxv) earthquakes and other natural disasters could disrupt our operations and have a material adverse effect on our financial condition and results of operations; and (xxvi) volatility in our stock price.
Who We Are

**Founded 1919**

**KEM Listed NYSE**

15,000 employees worldwide

$1.4 billion FY19 Revenue

54 billion electronic components shipped FY19

23 manufacturing facilities located in 11 countries

**Quality Focus**
- Zero Defects
- 100% On-Time Delivery
- Technology Leader
- Lowest Total Cost of Ownership
- World-Class Cycle Time Efficiencies

Conflict-free & vertically integrated tantalum
KEMET: A Growth Company

✓ **Uniquely positioned** to capture the growing demand for custom designed, higher margin electronic components and capacitors given strong industry tailwinds

✓ **Completed structural transformation** resulting in increased and sustainable margins, and enhanced durability of revenue base

✓ **Accelerated growth profile** in high value, design-in, high reliability solutions - differentiated from high volume manufacturers

✓ **Strong proprietary technology** to support organic growth in future key markets

✓ **Strong balance sheet** with significant flexibility to pursue strategic growth opportunities

✓ **Experienced Management team** with a strong track record of successfully integrating acquisitions and realizing synergies

✓ **Focus on returning value to shareholders**; initiated a dividend policy last year
Your World with KEMET
Our components are in hundreds of products that are around you everyday
Growth Drivers
Market Trends Driving Growth

**Complexity of Tech Increases Demand**
- Industry 4.0
- Growing EV Market (Tesla Model ~10,000 capacitors)
- Alternative Energy
- Emergence of 5G
- IoT
- Cloud Computing
- Smartphone (iPhone X ~1,000 capacitors)

**Ceramic Supply / Demand**
- Historical market growth of approx. 7% per year in volume
- 2017-2018 – growth of 15% per year
- Large suppliers walking away from larger case size business
- A supply imbalance of ~ 10 KEMETs existed
- Since fall 2018 demand for mobile devices decreasing, relieving some imbalance
- View is 2H of 2019 mobile device demand increase
- Estimated long term MLCC growth of 9%-12% per year
By 2023, 1 in 10 sold cars will be an EV and 8 out of 10 will include Advanced Driver Assistance Electronics.

5G will fuel sustainable long-term growth in Automotive, Healthcare and Smart Cities.

Industry 4.0 – Smart Factories and Industrial Automation will accelerate demand for electronic components and solutions.

Source: Prismark
Structural Transformation
Successful Structural Transformation
Positioned for new opportunities

Market Segmentation
Since 2008 focus shifted from consumer markets to Automotive, Defense/Aero, Medical, Energy, Telecom and Industrial

Competitors’ focus: small case size MLCCs
KEMET focus: high-reliability, high-voltage, power and large case size MLCCs

General Purpose = less than 1% CAGR since 2010
Focus Markets = 17% CAGR since 2010

33% of total KEMET Ceramic capacity “pre-sold” through 3 customer capacity agreements
Successful Structural Transformation
Positioned for new opportunities

$50 million/year
in cost savings from Vertical Integration from base year 2012

Raw material price stability
Ta powder cost reduction improved gross margin by 13+ percentage points

Automotive
- new growth market

#1
Polymer market share (>50%)
Transformative TOKIN Acquisition

$240 million revenue from Magnetic, Sensors and Actuators segment

Strengthened Balance Sheet
reduced leverage and allowed for refinancing in Japan
$21M savings in annual interest expense

Production yield improvements of more than
7 percentage points in Polymer Tantalum

Product portfolio expansion = cross-selling opportunities
supporting KEMET’s long tail strategy

Legacy KEMET materials science expertise
resulting in significant synergies at TOKIN

Complementary geographic footprint
TOKIN Acquisition Strengthens Balance Sheet

**Improved FCF generation to reinvest in business & return to shareholders**

**Positioned to take on more leverage for possible M&A transactions**

**Net Debt**

<table>
<thead>
<tr>
<th>FY15</th>
<th>FY16</th>
<th>FY17</th>
<th>FY18</th>
<th>FY19</th>
<th>FY20E</th>
</tr>
</thead>
<tbody>
<tr>
<td>$350</td>
<td>$200</td>
<td>$150</td>
<td>$100</td>
<td>$100</td>
<td>$50</td>
</tr>
</tbody>
</table>

**Interest Expense**

<table>
<thead>
<tr>
<th>FY15</th>
<th>FY16</th>
<th>FY17</th>
<th>FY18</th>
<th>FY19</th>
<th>FY20E</th>
</tr>
</thead>
<tbody>
<tr>
<td>$45</td>
<td>$40</td>
<td>$35</td>
<td>$30</td>
<td>$25</td>
<td>$20</td>
</tr>
</tbody>
</table>

**Leverage = Debt/Adjusted EBITDA**

*Before TOKIN acquisition*

*After TOKIN acquisition*
KEMET: A Growth Company
Revenue at a Glance

FY19

Revenue by Region

- Americas: 24% (+30% Y/Y)
- EMEA: 23% (+13.5% Y/Y)
- APAC: 39% (+11 Y/Y)
- Japan & Korea: 14% (+7% Y/Y)

Revenue by Product Group

- Polymer/Tantalum: 41% (+14% Y/Y)
- Ceramic: 27% (+35% Y/Y)
- Magnetics, Sensors & Actuators: 17% (+6% Y/Y)
- Film & Aluminum Electrolytics: 15% (+2% Y/Y)

Revenue by Region

- APAC: +11 Y/Y
- EMEA: +13.5% Y/Y
- Americas: +30% Y/Y
- Japan & Korea: +7% Y/Y

Revenue by Product Group

- Polymer/Tantalum: +14% Y/Y
- Ceramic: +35% Y/Y
- Magnetics, Sensors & Actuators: +6% Y/Y
- Film & Aluminum Electrolytics: +2% Y/Y
Revenue at a Glance
Q1 FY20

Revenue by Product Group

- Polymer/Tantalum: 38% (+46% Y/Y)
- Ceramic: 33% (+46% Y/Y)
- Magnetics, Sensors & Actuators: 15% (-14% Y/Y)
- Film & Aluminum Electrolytics: 14% (-15% Y/Y)

Revenue by Region

- Americas: 27% (+29% Y/Y)
- EMEA: 24% (+9% Y/Y)
- APAC: 37% (-4% Y/Y)
- Japan & Korea: 12% (-11% Y/Y)

Japan & Korea: -11% Y/Y
APAC: -4% Y/Y
EMEA: +9% Y/Y
Americas: +29% Y/Y
Go-to-Market Strategy

Global Sales Team
- 33 Sales Offices in 11 Countries
- Global Distribution Network

Design-In Focus
- High Performance Applications in Growth Segments
- Field Applications Engineering Teams

Service Long Tail
- Over 180K Customers
  (Top 1K approx. 50% of $)
- Capabilities to service High Mix – High Value Needs

Digital Engagement Platform
- Market Leading Simulation & Component Search Tools
- Investing in new Digital Commerce & Service Solutions
Market Overview

$13B Overall Market*
The subset in which KEM competes (design-in, higher margin) is $3.2B

Digitization of society results in "explosion of devices"

Miniaturization & improved capabilities driving more MLCCs / device

Revenue by End Market

- Automotive
- Industrial
- Defense/Aerospace
- Energy
- Telecom

Ceramic

Product Line Overview

$373M FY19 Revenue

Estimated long-term organic revenue
CAGR: 9% – 12%

Growth Drivers

- ADAS, Hybrid / EVs & Autonomous Driving
- Wireless Charging
- Satellites, Radar & Guidance Systems
- Power Density & Energy Efficiency
- 5G Infrastructure & Connectivity

The KEM Difference

Supplier for leading brands in segments that require reliability and performance

Technology leadership in high-power applications

Focused on value added solutions with longer product-life cycles

Secured 33% of future capacity with long-term (10 yr) customer agreements

*WCTS Statistics
**Market Overview**

- **$1.6B Market**
- Increased performance demands driving Tantalum Polymer growth
- Adoption of Polymer technology in new applications
- MnO₂ technology proven in high reliability applications

**Revenue by End Market**

- Tablet/PC
- Industrial
- Consumer
- Telecom/Cloud
- Mission Critical
- Automotive

**Polymer/Tantalum**

**Product Line Overview**

- **$563M FY19 Revenue**
- **Estimated long-term organic revenue**
  - CAGR: 4% – 6%

**Growth Drivers**

- ADAS & Autonomous Driving
- 5G Infrastructure & Connectivity
- Data growth – Servers & SSDs
- Power Density & Energy Efficiency

**The KEM Difference**

- Technology & Market Share Leadership
- Only vertically integrated, diversified, conflict-free Ta supplier
- Stable operations configured to support growth products
- Technology Leadership in Tantalum Polymer
  - Automotive Grade Products
  - High Reliability Offering
  - Design wins with key customers leading in their segments

*WCTS Statistics*
Film & Electrolytic

Product Line Overview

$206M FY19 Revenue

Estimated long-term organic revenue
CAGR: 2% – 4%

Market Overview

Film $970M
Al Electrolytic $7B
($1.2B Focus Markets)

Film Technology self-healing capabilities deliver solutions in high reliability under extreme conditions

Aluminum Electrolytic -
High capacitance and voltage in multiple configurations

Adoption of Polymer technology in new applications

Revenue by End Market

- Industrial
- Automotive
- Consumer
- Other
(Telecom, Computer, Medical)

Growth Drivers

- Hybrid and Electric Vehicles
- EV Charging Infrastructure
- Alternative Energy
- Power Density & Energy Efficiency

The KEM Difference

Leading supplier for:
- Inverter technology for EVs
- Energy recuperation & on-board chargers

Recognized brand with wide product portfolio for demanding applications

Established JV in China to address E-Mobility** Market in the region

Consolidated Operations in Lower Cost Countries

*WCTS Statistics
**E-Mobility = any electricity powered vehicle (car, bus, bike, scooter…)

(Western) Consolidated Technologies
The KEM Difference

Supplier for leading brands in segments that require reliability and performance
Technology leadership in magnetic and piezo ceramic materials
Flexible design capability in focus segments
Advanced materials development capabilities focused on increasing depth and breadth of product offering.

Revenue by End Market

- Industrial
- Consumer
- Tablet/PC/Server
- Automotive
- Medical
- Others

Market Overview

- Est. $10B Market
- High Frequency – and High Power applications
- Broadband noise solution
- Sensor portfolio focused on high sensitivity needs (Temp., Current, Vibration, Movement)
- High Precision Actuators used in Semiconductor Manufacturing Equipment

Product Line Overview

- Magnetics, Sensors & Actuators
- $241M FY19 Revenue
- Estimated long-term organic revenue CAGR: 3% – 5%

Growth Drivers

- ADAS, Hybrid / EVs & Autonomous Driving
- Industry 4.0
- 5G Infrastructure & Connectivity
- Data growth – Servers & Edge Computing
- Power Density & Energy Efficiency

5G Infrastructure & Connectivity
- Data growth – Servers & Edge Computing

Industry 4.0
- High Frequency – and High Power applications

Power Density & Energy Efficiency
- Supplier for leading brands in segments that require reliability and performance

High Frequency – and High Power applications
- Technology leadership in magnetic and piezo ceramic materials
- Flexible design capability in focus segments
- Advanced materials development capabilities focused on increasing depth and breadth of product offering.

5G Infrastructure & Connectivity
- Data growth – Servers & Edge Computing
Proprietary technology drives organic growth

SIX innovation and research centers

1300 active patents and nearly 300 trademarks

600 first to market products

46,000 new part numbers in FY19

Automotive Grade POLYMER

High-performance 1st to market series developed to deliver high reliability and stability under harsh environmental conditions.

Fully compliant with all AEC-Q200 Qualification Testing.

KONNEKT™ CERAMIC

Capacitor Stacks featured in Google’s open source Switched Tank DC/DC Converter (STC) design.

This innovation is used where conversion efficiency is critical for cost-efficient 48V power architecture.

Flex Suppressor® MAGNETICS

Flex Suppressor sheet already designed into optical transceivers for 5G applications as a solution to reduce noise and interference.

FlakeComposite™ - new material which allows production of thin magnetic sheets suitable for inductors embedded in circuit boards.
Corporate Sustainability Report

Vertically-integrated and conflict-free tantalum supply chain

22.9% reduction in absolute carbon emissions from FY17 to FY18 exceeding goal of 3%

Dedication to employee empowerment, health and safety

International company with a multinational and diverse workforce. Women represent 54% of the total workforce.

Commitment to Board diversification and Governance development

Report available at: www.kemet.com
Financials
Accelerated Adjusted EBITDA Growth (Non-GAAP)

5 Year Adjusted EBITDA CAGR: 32.6%

- Efficient Manufacturing / Yield Improvements
- Polymer/Tantalum Vertical Integration
- Integration of TOKIN acquisition
- Successful Ceramic Market Segmentation

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Capital Allocation Priorities

Performance

Innovation

Strong Balance Sheet and Financial Flexibility

Improved Cash Generation

Target Leverage (Debt/Adjusted EBITDA) to remain 1.0x to 2.5x

Re-Investing in the Business

Disciplined investments to drive growth with targeted CAPEX at 5% of revenue

Selectively pursue M&A in targeted growth areas to diversify portfolio and drive profit expansion

Return of Capital

Initiated dividend of $0.20 per share on an annualized basis

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Long Term Financial Targets

- Organic Revenue: $\geq 5\%$ CAGR
- Adjusted EBITDA Margins: 21\% - 23\%
- Capex: 5\% of revenue
- Revenue through Acquisitions: 5\% CAGR*  

*Over a 5-year period, equivalent to a 5\% CAGR on the existing revenue base.
Quarterly Guidance

Q2 FY20

- Revenue: $320M – $330M
- Non-GAAP Adj. Gross Margin: 33.5% – 35.0%
- Non-GAAP Adj. SG&A: $43.0M – $45.0M
- R&D: $12.5M – $13.5M
- Effective tax rate: 25% - 28%

LTM Adjusted EBITDA Margin

March 2018 adjusted due to the adoption of ASC 606.
Summary

✓ Well positioned to benefit from the growing demand for design-in, higher margin electronic components and capacitors

✓ Strong industry tailwinds: Industry 4.0, EV Market, 5G, IoT, Cloud Computing

✓ Leading market share in key segments

✓ Successful structural transformation – improved, sustainable margins – and increased capacity

✓ Strong balance sheet with significant flexibility to pursue strategic growth opportunities

✓ Successful track record of integrating acquisitions and realizing synergies

✓ Undervalued given predictable, strong growth in key markets and defensible market position
Appendix
The Company presents certain non-GAAP financial measures in this presentation. The Company believes the use of these non-GAAP financial measures provides additional clarity in understanding its results of operations and trends. Furthermore, some of these non-GAAP financial measures are forward-looking measures for which the Company does not provide a reconciliation to the most directly-comparable GAAP measure. The Company cannot forecast the GAAP measure corresponding to such forward-looking non-GAAP measure because it cannot, without unreasonable effort, estimate or predict with certainty various components of each such GAAP measure. For more information about the non-GAAP financial measures contained herein, please see the earnings press release for the quarter and year-ended March 31, 2019 filed by the Company on Form 8-K with the Securities and Exchange Commission on May 16, 2019, and certain quantitative reconciliations on the following slides.
Adjusted Operating Income Reconciliation
Non-GAAP (Unaudited)

<table>
<thead>
<tr>
<th>(Amounts in thousands)</th>
<th>Fiscal Year</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2019</td>
</tr>
<tr>
<td>Net sales (GAAP)</td>
<td>$1,382,818</td>
</tr>
<tr>
<td>Operating income (GAAP)</td>
<td>$200,849</td>
</tr>
<tr>
<td>Operating income as a percentage of net sales</td>
<td>14.5%</td>
</tr>
</tbody>
</table>

Non-GAAP Adjustments:

- ERP integration costs/IT transition costs: 8,813, 80, 7,045
- Stock-based compensation expense: 12,866, 7,657, 4,720
- Restructuring charges (1): 8,779, 14,843, 5,404
- Legal expenses/fines related to antitrust class actions: 5,195, 6,736, 2,640
- TOKIN investment related expenses: —, —, 1,101
- (Gain) loss on write-down and disposal of long-lived assets: 1,660, (992), 10,671
- Plant start-up costs (1): (927), 929, 427

Adjusted operating income (non-GAAP): $237,235, $142,105, $66,976

Adjusted operating income as a percentage of net sales (non-GAAP): 17.2%, 11.8%, 8.8%

(1) $0.9 million in costs incurred during fiscal year 2018 related to the relocation of the Company’s tantalum powder facility equipment from Carson City, Nevada to its existing Matamoros, Mexico plant were reclassified from “Plant start-up costs” to “Restructuring charges” during the quarter ended March 31, 2019. Additionally, $2.4 million in costs incurred during the first three quarters of fiscal year 2019 were reclassified from “Plant start-up costs” to “Restructuring Charges” during the fourth quarter of fiscal year 2019.
Adjusted Operating Income Reconciliation  
Non-GAAP (Unaudited)

(Amounts in thousands)

<table>
<thead>
<tr>
<th></th>
<th>Fiscal Year</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
</tr>
<tr>
<td>Net sales (GAAP)</td>
<td>$ 734,823</td>
</tr>
<tr>
<td>Operating income (loss) (GAAP)</td>
<td>$ 33,833</td>
</tr>
<tr>
<td>Operating income as a percentage of net sales</td>
<td>4.6%</td>
</tr>
<tr>
<td>Non-GAAP Adjustments:</td>
<td></td>
</tr>
<tr>
<td>ERP integration costs/IT transition costs</td>
<td>5,677</td>
</tr>
<tr>
<td>Stock-based compensation expense</td>
<td>4,774</td>
</tr>
<tr>
<td>Restructuring charges</td>
<td>4,178</td>
</tr>
<tr>
<td>Legal expenses/fines related to antitrust class actions</td>
<td>3,041</td>
</tr>
<tr>
<td>TOKIN investment related expenses</td>
<td>900</td>
</tr>
<tr>
<td>(Gain) loss on write-down and disposal of long-lived assets</td>
<td>375</td>
</tr>
<tr>
<td>Plant start-up costs</td>
<td>861</td>
</tr>
<tr>
<td>Plant shut-down costs</td>
<td>372</td>
</tr>
<tr>
<td>Pension plan adjustment</td>
<td>312</td>
</tr>
<tr>
<td>Inventory write downs</td>
<td>—</td>
</tr>
<tr>
<td>Infrastructure tax</td>
<td>—</td>
</tr>
<tr>
<td>Adjusted operating income (non-GAAP)</td>
<td>$ 54,323</td>
</tr>
<tr>
<td>Adjusted operating income as a percentage of net sales (non-GAAP)</td>
<td>7.4%</td>
</tr>
</tbody>
</table>
### Adjusted EBITDA Reconciliation

**Non-GAAP (Unaudited)**

(Amounts in thousands, except percentages)

<table>
<thead>
<tr>
<th></th>
<th>Quarters Ended</th>
<th>LTM</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Sales (GAAP)</strong></td>
<td>$187,308</td>
<td>$188,029</td>
</tr>
<tr>
<td><strong>Net income (loss) (GAAP)</strong></td>
<td>$(4,998)</td>
<td>12,278</td>
</tr>
<tr>
<td>Income tax expense (benefit)</td>
<td>830</td>
<td>1,810</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>9,904</td>
<td>9,913</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>9,440</td>
<td>9,095</td>
</tr>
<tr>
<td><strong>EBITDA (non-GAAP)</strong></td>
<td>15,176</td>
<td>33,096</td>
</tr>
</tbody>
</table>

Excluding the following items (non-GAAP):

- Change in value of TOKIN options (1,600) (6,900) (14,200) — (22,700)
- Equity (income) loss from equity method investments (181) 133 (41,372) (75,417) (116,837)
- Acquisition (gain) loss — — — (135,588) (135,588)
- Restructuring charges 3,998 (369) 1,087 1,613 6,329
- ERP integration costs / IT transition costs 1,783 1,734 1,760 — 5,277
- Stock-based compensation expense 1,104 1,139 1,249 1,101 4,593
- Legal expenses related to antitrust class actions 766 293 406 1,141 2,606
- Net foreign exchange (gain) loss (724) (2,621) 1,507 5,043 3,205
- TOKIN investment-related expenses 194 204 497 — 895
- Plant start-up costs 119 — — — 119
- (Gain) loss on write down and disposal of long-lived assets 6,277 132 4,171 19 10,599
- (Gain) loss on early extinguishment of debt — — — 486 486

**Adjusted EBITDA (non-GAAP)**

<table>
<thead>
<tr>
<th></th>
<th>Sep 2016</th>
<th>Dec 2016</th>
<th>Mar 2017</th>
<th>Jun 2017</th>
<th>LTM</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$26,912</td>
<td>$26,841</td>
<td>$27,215</td>
<td>$43,330</td>
<td>$124,298</td>
</tr>
</tbody>
</table>

Adjusted EBITDA Margin (non-GAAP)

<p>| | | | | | |</p>
<table>
<thead>
<tr>
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</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>14.4%</td>
<td>14.3%</td>
<td>13.8%</td>
<td>15.8%</td>
<td>14.7%</td>
</tr>
</tbody>
</table>
Adjusted EBITDA Reconciliation
Non-GAAP (Unaudited)

*(Amounts in thousands, except percentages)*

<table>
<thead>
<tr>
<th></th>
<th>Dec 2016</th>
<th>Mar 2017</th>
<th>Jun 2017</th>
<th>Sep 2017</th>
<th>LTM Sep 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Sales $</td>
<td>188,029</td>
<td>197,066</td>
<td>273,946</td>
<td>301,568</td>
<td>960,609</td>
</tr>
<tr>
<td>Net income (GAAP)</td>
<td>12,278</td>
<td>52,082</td>
<td>220,439</td>
<td>12,819</td>
<td>297,618</td>
</tr>
<tr>
<td>Income tax expense (benefit)</td>
<td>1,810</td>
<td>(146)</td>
<td>1,140</td>
<td>2,864</td>
<td>5,668</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>9,913</td>
<td>9,994</td>
<td>10,894</td>
<td>7,270</td>
<td>38,071</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>9,095</td>
<td>10,180</td>
<td>12,459</td>
<td>13,554</td>
<td>45,288</td>
</tr>
<tr>
<td>EBITDA (non-GAAP)</td>
<td>33,096</td>
<td>72,110</td>
<td>244,932</td>
<td>36,507</td>
<td>386,645</td>
</tr>
<tr>
<td>Excluding the following items (non-GAAP):</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Change in value of TOKIN options</td>
<td>(6,900)</td>
<td>(14,200)</td>
<td>—</td>
<td>—</td>
<td>(21,100)</td>
</tr>
<tr>
<td>Equity (income) loss from equity method investments</td>
<td>133</td>
<td>(41,372)</td>
<td>(75,417)</td>
<td>(224)</td>
<td>(116,880)</td>
</tr>
<tr>
<td>Acquisition Gain</td>
<td>—</td>
<td>—</td>
<td>(135,588)</td>
<td>(1,285)</td>
<td>(136,873)</td>
</tr>
<tr>
<td>Restructuring charges</td>
<td>(369)</td>
<td>1,087</td>
<td>1,613</td>
<td>1,393</td>
<td>3,724</td>
</tr>
<tr>
<td>ERP integration costs / IT transition costs</td>
<td>1,734</td>
<td>1,760</td>
<td>—</td>
<td>—</td>
<td>3,494</td>
</tr>
<tr>
<td>Stock-based compensation expense</td>
<td>1,139</td>
<td>1,249</td>
<td>1,101</td>
<td>1,530</td>
<td>5,019</td>
</tr>
<tr>
<td>Legal expenses related to antitrust class actions</td>
<td>293</td>
<td>406</td>
<td>1,141</td>
<td>10,327</td>
<td>12,167</td>
</tr>
<tr>
<td>Net foreign exchange (gain) loss</td>
<td>(2,621)</td>
<td>1,507</td>
<td>5,043</td>
<td>1,891</td>
<td>5,820</td>
</tr>
<tr>
<td>TOKIN investment-related expenses</td>
<td>204</td>
<td>497</td>
<td>—</td>
<td>—</td>
<td>701</td>
</tr>
<tr>
<td>(Gain) loss on write down and disposal of long-lived assets</td>
<td>132</td>
<td>4,171</td>
<td>19</td>
<td>(39)</td>
<td>4,283</td>
</tr>
<tr>
<td>(Gain) loss on early extinguishment of debt</td>
<td>—</td>
<td>—</td>
<td>486</td>
<td>—</td>
<td>486</td>
</tr>
<tr>
<td>Adjusted EBITDA (non-GAAP)</td>
<td>$26,841</td>
<td>$27,215</td>
<td>$43,330</td>
<td>$50,100</td>
<td>$147,486</td>
</tr>
</tbody>
</table>

Adjusted EBITDA Margin (non-GAAP)

- 14.3%
- 13.8%
- 15.8%
- 16.6%
- 15.4%
## Adjusted EBITDA Reconciliation
Non-GAAP (Unaudited)

*(Amounts in thousands, except percentages)*

<table>
<thead>
<tr>
<th>Quarters Ended</th>
<th>LTM December 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Sales</strong></td>
<td><strong>$1,079,156</strong></td>
</tr>
<tr>
<td><strong>Net income (GAAP)</strong></td>
<td><strong>303,929</strong></td>
</tr>
</tbody>
</table>

### Non-GAAP adjustments:

<table>
<thead>
<tr>
<th>Item</th>
<th>Mar 2017</th>
<th>Jun 2017</th>
<th>Sep 2017</th>
<th>Dec 2017</th>
<th>LTM December 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income tax expense (benefit)</td>
<td>(146)</td>
<td>1,140</td>
<td>2,864</td>
<td>2,037</td>
<td>5,895</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>9,994</td>
<td>10,894</td>
<td>7,270</td>
<td>7,155</td>
<td>35,313</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>10,180</td>
<td>12,459</td>
<td>13,554</td>
<td>11,353</td>
<td>47,546</td>
</tr>
<tr>
<td><strong>EBITDA (non-GAAP)</strong></td>
<td>72,110</td>
<td>244,932</td>
<td>36,507</td>
<td>39,134</td>
<td>392,683</td>
</tr>
</tbody>
</table>

Excluding the following items:

- Change in value of TOKIN options: **(14,200)**
- Equity (income) loss from equity method investments: **(41,372)**
- Acquisition (gain) loss: **—**
- Restructuring charges: **1,087**
- ERP integration costs / IT transition costs: **1,760**
- Stock-based compensation expense: **1,249**
- Legal expenses related to antitrust class actions: **406**
- Net foreign exchange (gain) loss: **1,507**
- TOKIN investment-related expenses: **497**
- (Gain) loss on write down and disposal of long-lived assets: **4,171**
- (Gain) loss on early extinguishment of debt: **—**

### Adjusted EBITDA (non-GAAP)

<table>
<thead>
<tr>
<th></th>
<th>Mar 2017</th>
<th>Jun 2017</th>
<th>Sep 2017</th>
<th>Dec 2017</th>
<th>LTM December 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Adjusted EBITDA (non-GAAP)</strong></td>
<td><strong>$27,215</strong></td>
<td><strong>$43,330</strong></td>
<td><strong>$50,100</strong></td>
<td><strong>$49,732</strong></td>
<td><strong>$170,377</strong></td>
</tr>
</tbody>
</table>

**Adjusted EBITDA Margin (non-GAAP):**

- Mar 2017: 13.8%
- Jun 2017: 15.8%
- Sep 2017: 16.6%
- Dec 2017: 16.2%
- LTM December 2017: 15.8%
### Adjusted EBITDA Reconciliation

**Non-GAAP (Unaudited)**

*(Amounts in thousands, except percentages and ratios)*

<table>
<thead>
<tr>
<th></th>
<th>Sep 2017</th>
<th>Dec 2017</th>
<th>Mar 2018</th>
<th>Jun 2018</th>
<th>LTM</th>
<th>Jun 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Sales (GAAP)</strong></td>
<td>$301,568</td>
<td>$306,576</td>
<td>$318,091</td>
<td>$327,616</td>
<td>$1,253,851</td>
<td></td>
</tr>
<tr>
<td><strong>Net income (GAAP)</strong></td>
<td>12,819</td>
<td>18,589</td>
<td>2,280</td>
<td>35,220</td>
<td>68,908</td>
<td></td>
</tr>
<tr>
<td><strong>Non-GAAP adjustments:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income tax expense</td>
<td>2,864</td>
<td>2,037</td>
<td>3,091</td>
<td>4,600</td>
<td>12,592</td>
<td></td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>7,270</td>
<td>7,155</td>
<td>6,754</td>
<td>6,658</td>
<td>27,837</td>
<td></td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>13,554</td>
<td>11,353</td>
<td>13,295</td>
<td>13,097</td>
<td>51,299</td>
<td></td>
</tr>
<tr>
<td><strong>EBITDA (non-GAAP)</strong></td>
<td>36,507</td>
<td>39,134</td>
<td>25,420</td>
<td>59,575</td>
<td>160,636</td>
<td></td>
</tr>
<tr>
<td>Excluding the following items (non-GAAP):</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equity (income) loss from equity method investments</td>
<td>(224)</td>
<td>(238)</td>
<td>(313)</td>
<td>69</td>
<td>(706)</td>
<td></td>
</tr>
<tr>
<td>Acquisition (gain) loss</td>
<td>(1,285)</td>
<td>(310)</td>
<td>6,303</td>
<td>—</td>
<td>4,708</td>
<td></td>
</tr>
<tr>
<td>Restructuring charges</td>
<td>1,393</td>
<td>3,530</td>
<td>8,307</td>
<td>(96)</td>
<td>13,134</td>
<td></td>
</tr>
<tr>
<td>R&amp;D grant reimbursements and grant income</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>(4,087)</td>
<td>(4,087)</td>
<td></td>
</tr>
<tr>
<td>ERP integration costs / IT transition costs</td>
<td>—</td>
<td>—</td>
<td>80</td>
<td>1,650</td>
<td>1,730</td>
<td></td>
</tr>
<tr>
<td>Stock-based compensation expense</td>
<td>1,530</td>
<td>2,206</td>
<td>2,820</td>
<td>4,060</td>
<td>10,616</td>
<td></td>
</tr>
<tr>
<td>Legal expenses related to antitrust class actions</td>
<td>10,327</td>
<td>4,073</td>
<td>1,095</td>
<td>1,248</td>
<td>16,743</td>
<td></td>
</tr>
<tr>
<td>Net foreign exchange (gain) loss</td>
<td>1,891</td>
<td>2,239</td>
<td>3,972</td>
<td>(7,521)</td>
<td>581</td>
<td></td>
</tr>
<tr>
<td>Plant start-up costs</td>
<td>—</td>
<td>—</td>
<td>929</td>
<td>753</td>
<td>1,682</td>
<td></td>
</tr>
<tr>
<td>(Gain) loss on write down and sale of long-lived assets</td>
<td>(39)</td>
<td>(902)</td>
<td>(70)</td>
<td>511</td>
<td>(500)</td>
<td></td>
</tr>
<tr>
<td><strong>Adjusted EBITDA (non-GAAP)</strong></td>
<td>$50,100</td>
<td>$49,732</td>
<td>$48,543</td>
<td>$56,162</td>
<td>$204,537</td>
<td></td>
</tr>
<tr>
<td><strong>Adjusted EBITDA Margin (non-GAAP)</strong></td>
<td>16.6%</td>
<td>16.2%</td>
<td>15.3%</td>
<td>17.1%</td>
<td>16.3%</td>
<td></td>
</tr>
</tbody>
</table>
## Adjusted EBITDA Reconciliation

Non-GAAP (Unaudited)

(Amounts in thousands, except percentages and ratios)

<table>
<thead>
<tr>
<th></th>
<th>Dec 2017</th>
<th>Mar 2018</th>
<th>Jun 2018</th>
<th>Sep 2018</th>
<th>LTM Sep 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Sales (GAAP)</td>
<td>$306,576</td>
<td>$318,091</td>
<td>$327,616</td>
<td>$349,233</td>
<td>$1,301,516</td>
</tr>
<tr>
<td>Net income (GAAP)</td>
<td>18,589</td>
<td>2,280</td>
<td>35,220</td>
<td>37,141</td>
<td>93,230</td>
</tr>
<tr>
<td>Non-GAAP adjustments:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income tax expense</td>
<td>2,037</td>
<td>3,091</td>
<td>4,600</td>
<td>2,000</td>
<td>11,728</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>7,155</td>
<td>6,754</td>
<td>6,658</td>
<td>6,912</td>
<td>27,479</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>11,353</td>
<td>13,295</td>
<td>13,097</td>
<td>12,545</td>
<td>50,290</td>
</tr>
<tr>
<td>EBITDA (non-GAAP)</td>
<td>39,134</td>
<td>25,420</td>
<td>59,575</td>
<td>58,598</td>
<td>182,727</td>
</tr>
</tbody>
</table>

Excluding the following items (non-GAAP):

- Equity (income) loss from equity method investments: (238) (313) 69 (64) (546)
- Acquisition (gain) loss: (310) 6,303 — — 5,993
- Restructuring charges: 3,530 8,307 (96) — 11,741
- R&D grant reimbursements and grant income: — — (4,087) — (4,087)
- ERP integration costs / IT transition costs: — 80 1,650 1,593 3,323
- Stock-based compensation expense: 2,206 2,820 4,060 4,417 13,503
- Legal expenses related to antitrust class actions: 4,073 1,095 1,248 6,060 12,476
- Net foreign exchange (gain) loss: 2,239 3,972 (7,521) 193 (1,117)
- Plant start-up costs: — 929 753 1,361 3,043
- (Gain) loss on write down and sale of long-lived assets: (902) (70) 511 312 (149)

Adjusted EBITDA (non-GAAP) | $49,732 | $48,543 | $56,162 | $72,470 | $226,907 |

Adjusted EBITDA Margin (non-GAAP) | 16.2% | 15.3% | 17.1% | 20.8% | 17.4% |
# Adjusted EBITDA Reconciliation

**Non-GAAP (Unaudited)**

<table>
<thead>
<tr>
<th>(Amounts in thousands, except percentages and ratios)</th>
<th>Mar 2018</th>
<th>Jun 2018</th>
<th>Sep 2018</th>
<th>Dec 2018</th>
<th>LTM Dec 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Sales (GAAP)</strong></td>
<td>$318,091</td>
<td>$327,616</td>
<td>$349,233</td>
<td>$350,175</td>
<td>$1,345,115</td>
</tr>
<tr>
<td><strong>Net income (GAAP)</strong></td>
<td>2,280</td>
<td>35,220</td>
<td>37,141</td>
<td>40,806</td>
<td>115,447</td>
</tr>
</tbody>
</table>

**Non-GAAP adjustments:**

- **Income tax expense**
  - Mar 2018: 3,091
  - Jun 2018: 4,600
  - Sep 2018: 2,000
  - Dec 2018: 2,600
  - LTM Dec 2018: 12,291

- **Interest expense, net**
  - Mar 2018: 6,754
  - Jun 2018: 6,658
  - Sep 2018: 6,912
  - Dec 2018: 3,908
  - LTM Dec 2018: 24,232

- **Depreciation and amortization**
  - Mar 2018: 13,295
  - Jun 2018: 13,097
  - Sep 2018: 12,545
  - Dec 2018: 12,763
  - LTM Dec 2018: 51,700

**EBITDA (non-GAAP)**

- Mar 2018: 25,420
- Jun 2018: 59,575
- Sep 2018: 58,598
- Dec 2018: 60,077
- LTM Dec 2018: 203,670

**Excluding the following items (non-GAAP):**

- **Equity (income) loss from equity method investments**
  - Mar 2018: (313)
  - Jun 2018: 69
  - Sep 2018: (64)
  - Dec 2018: 296
  - LTM Dec 2018: (12)

- **Acquisition (gain) loss**
  - Mar 2018: 6,303
  - Jun 2018: —
  - Sep 2018: —
  - Dec 2018: —
  - LTM Dec 2018: 6,303

- **Restructuring charges**
  - Mar 2018: 8,307
  - Jun 2018: (96)
  - Sep 2018: —
  - Dec 2018: 1,718
  - LTM Dec 2018: 9,929

- **R&D grant reimbursements and grant income**
  - Mar 2018: —
  - Jun 2018: (4,087)
  - Sep 2018: —
  - Dec 2018: (470)
  - LTM Dec 2018: (4,557)

- **ERP integration costs / IT transition costs**
  - Mar 2018: 80
  - Jun 2018: 1,650
  - Sep 2018: 1,593
  - Dec 2018: 2,453
  - LTM Dec 2018: 5,776

- **Stock-based compensation expense**
  - Mar 2018: 2,820
  - Jun 2018: 4,060
  - Sep 2018: 4,417
  - Dec 2018: 1,534
  - LTM Dec 2018: 12,831

- **Legal expenses related to antitrust class actions**
  - Mar 2018: 1,095
  - Jun 2018: 1,248
  - Sep 2018: 6,060
  - Dec 2018: 1,549
  - LTM Dec 2018: 9,952

- **Net foreign exchange (gain) loss**
  - Mar 2018: 3,972
  - Jun 2018: (7,521)
  - Sep 2018: 193
  - Dec 2018: (2,218)
  - LTM Dec 2018: (5,574)

- **Plant start-up costs**
  - Mar 2018: 929
  - Jun 2018: 753
  - Sep 2018: 1,361
  - Dec 2018: 305
  - LTM Dec 2018: 3,348

- **(Gain) loss on write down and sale of long-lived assets**
  - Mar 2018: (70)
  - Jun 2018: 511
  - Sep 2018: 312
  - Dec 2018: 788
  - LTM Dec 2018: 1,541

- **(Gain) loss on early extinguishment of debt**
  - Mar 2018: —
  - Jun 2018: —
  - Sep 2018: —
  - Dec 2018: 15,988
  - LTM Dec 2018: 15,988

**Adjusted EBITDA (non-GAAP)**

<table>
<thead>
<tr>
<th>Quarter Ended</th>
<th>Mar 2018</th>
<th>Jun 2018</th>
<th>Sep 2018</th>
<th>Dec 2018</th>
<th>LTM Dec 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Adjusted EBITDA (non-GAAP)</strong></td>
<td>$48,543</td>
<td>$56,162</td>
<td>$72,470</td>
<td>$82,020</td>
<td>$259,195</td>
</tr>
</tbody>
</table>

**Adjusted EBITDA Margin (non-GAAP)**

<table>
<thead>
<tr>
<th>Quarter Ended</th>
<th>Mar 2018</th>
<th>Jun 2018</th>
<th>Sep 2018</th>
<th>Dec 2018</th>
<th>LTM Dec 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Adjusted EBITDA Margin (non-GAAP)</strong></td>
<td>15.3%</td>
<td>17.1%</td>
<td>20.8%</td>
<td>23.4%</td>
<td>19.3%</td>
</tr>
</tbody>
</table>
## Adjusted EBITDA Reconciliation

**Non-GAAP (Unaudited)**

*(Amounts in thousands, except percentages)*

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Sales (GAAP)</strong></td>
<td>$349,233</td>
<td>$350,175</td>
<td>$355,794</td>
<td>$345,242</td>
<td>$1,400,444</td>
</tr>
<tr>
<td><strong>Net income (GAAP)</strong></td>
<td>37,141</td>
<td>40,806</td>
<td>93,420</td>
<td>40,340</td>
<td>211,707</td>
</tr>
<tr>
<td><strong>Non-GAAP adjustments:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income tax expense (benefit)</td>
<td>2,000</td>
<td>2,600</td>
<td>(48,660)</td>
<td>16,800</td>
<td>(27,260)</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>6,912</td>
<td>3,908</td>
<td>1,726</td>
<td>1,736</td>
<td>14,282</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>12,545</td>
<td>12,763</td>
<td>14,223</td>
<td>14,259</td>
<td>53,790</td>
</tr>
<tr>
<td><strong>EBITDA (non-GAAP)</strong></td>
<td>58,598</td>
<td>60,077</td>
<td>60,709</td>
<td>73,135</td>
<td>252,519</td>
</tr>
<tr>
<td><strong>Excluding the following items:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equity (income) loss from equity method investments</td>
<td>(64)</td>
<td>296</td>
<td>3,003</td>
<td>250</td>
<td>3,485</td>
</tr>
<tr>
<td>Restructuring charges</td>
<td>—</td>
<td>1,718</td>
<td>7,157</td>
<td>2,208</td>
<td>11,083</td>
</tr>
<tr>
<td>R&amp;D grant reimbursements and grant income</td>
<td>—</td>
<td>(470)</td>
<td>(2)</td>
<td>(35)</td>
<td>(507)</td>
</tr>
<tr>
<td>ERP integration costs / IT transition costs</td>
<td>1,593</td>
<td>2,453</td>
<td>3,117</td>
<td>1,215</td>
<td>8,378</td>
</tr>
<tr>
<td>Stock-based compensation expense</td>
<td>4,417</td>
<td>1,534</td>
<td>2,855</td>
<td>2,725</td>
<td>11,531</td>
</tr>
<tr>
<td>Legal expenses related to antitrust class actions</td>
<td>6,060</td>
<td>1,549</td>
<td>3,039</td>
<td>2,559</td>
<td>13,207</td>
</tr>
<tr>
<td>Net foreign exchange (gain) loss</td>
<td>193</td>
<td>(2,218)</td>
<td>2,316</td>
<td>(489)</td>
<td>(198)</td>
</tr>
<tr>
<td>Plant start-up costs</td>
<td>1,361</td>
<td>305</td>
<td>(3,346)</td>
<td>34</td>
<td>(1,646)</td>
</tr>
<tr>
<td>(Gain) loss on write down and disposal of long-lived assets</td>
<td>312</td>
<td>788</td>
<td>49</td>
<td>960</td>
<td>2,109</td>
</tr>
<tr>
<td>(Gain) loss on early extinguishment of debt</td>
<td>—</td>
<td>15,988</td>
<td>(42)</td>
<td>—</td>
<td>15,946</td>
</tr>
<tr>
<td><strong>Adjusted EBITDA (non-GAAP)</strong></td>
<td>$72,470</td>
<td>$82,020</td>
<td>$78,855</td>
<td>$82,562</td>
<td>$315,907</td>
</tr>
</tbody>
</table>

**Adjusted EBITDA Margin (non-GAAP)**

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Adjusted EBITDA Margin (non-GAAP)</td>
<td>20.8%</td>
<td>23.4%</td>
<td>22.2%</td>
<td>23.9%</td>
<td>22.6%</td>
</tr>
</tbody>
</table>

**Net Debt as of June 30, 2019**

<p>| | | | | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Leverage ratio (Net Debt/Adjusted EBITDA) (non-GAAP)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>94,789</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>0.3</td>
</tr>
</tbody>
</table>
### Adjusted EBITDA Reconciliation

*Non-GAAP (Unaudited)*

(\textit{Amounts in thousands, except percentages and ratios})

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>2017</th>
<th>2018</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Sales (GAAP)</strong></td>
<td>$757,338</td>
<td>$1,200,181</td>
<td>$1,382,818</td>
</tr>
<tr>
<td><strong>Net income (GAAP)</strong></td>
<td>47,157</td>
<td>254,127</td>
<td>206,587</td>
</tr>
<tr>
<td><strong>Non-GAAP adjustments:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income tax expense (benefit)</td>
<td>4,294</td>
<td>9,132</td>
<td>(39,460)</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>39,731</td>
<td>32,073</td>
<td>19,204</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>38,151</td>
<td>50,661</td>
<td>52,628</td>
</tr>
<tr>
<td><strong>EBITDA (non-GAAP)</strong></td>
<td>129,333</td>
<td>345,993</td>
<td>238,959</td>
</tr>
</tbody>
</table>

Excluding the following items (Non-GAAP):

- Change in value of TOKIN options: (10,700) — —
- Equity (income) loss from equity method investments: (41,643) (76,192) 3,304
- Acquisition (gain) loss: — (130,880) —
- Restructuring charges: (5,404) 14,843 8,779
- R&D grant reimbursements and grant income: — — (4,559)
- ERP integration costs / IT transition costs: 7,045 80 8,813
- Stock-based compensation expense: 4,720 7,657 12,866
- Legal expenses related to antitrust class actions: 2,640 16,636 11,896
- Net foreign exchange (gain) loss: (3,758) 13,145 (7,230)
- TOKIN investment-related expenses: 1,101 — —
- Plant start-up costs (1): 427 929 (927)
- (Gain) loss on write down and sale of long-lived assets: 10,671 (992) 1,660
- (Gain) loss on early extinguishment of debt: — 486 15,946

**Adjusted EBITDA (non-GAAP)** | $105,240 | $191,705 | $289,507 |

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>2017</th>
<th>2018</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Adjusted EBITDA Margin (non-GAAP)</strong></td>
<td>13.9%</td>
<td>16.0%</td>
<td>20.9%</td>
</tr>
<tr>
<td><strong>Total Debt as of March 31,</strong></td>
<td>$388,211</td>
<td>$324,623</td>
<td>$294,471</td>
</tr>
<tr>
<td><strong>Leverage ratio (Debt/Adjusted EBITDA) (non-GAAP)</strong></td>
<td>3.7</td>
<td>1.7</td>
<td>1.0</td>
</tr>
</tbody>
</table>

\(1\) $0.9 million in costs incurred during fiscal year 2018 related to the relocation of the Company's tantalum powder facility equipment from Carson City, Nevada to its existing Matamoros, Mexico plant were reclassified from "Plant start-up costs" to "Restructuring charges" during the quarter ended March 31, 2019. Additionally, $2.4 million in costs incurred during the first three quarters of fiscal year 2019 were reclassified from "Plant start-up costs" to "Restructuring Charges" during the fourth quarter of fiscal year 2019.
### Adjusted EBITDA Reconciliation

**Non-GAAP (Unaudited)**

*(Amounts in thousands, except percentages and ratios)*

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Sales (GAAP)</strong></td>
<td>$833,666</td>
<td>$823,192</td>
<td>$734,823</td>
</tr>
<tr>
<td><strong>Net income (GAAP)</strong></td>
<td>$(68,503)</td>
<td>$(14,143)</td>
<td>$(53,629)</td>
</tr>
<tr>
<td><strong>Non-GAAP adjustments:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income tax expense (benefit)</td>
<td>1,482</td>
<td>5,227</td>
<td>6,006</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>40,767</td>
<td>40,686</td>
<td>39,591</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>49,527</td>
<td>40,768</td>
<td>39,016</td>
</tr>
<tr>
<td><strong>EBITDA (non-GAAP)</strong></td>
<td>23,273</td>
<td>72,538</td>
<td>30,984</td>
</tr>
</tbody>
</table>

Excluding the following items (Non-GAAP):

<table>
<thead>
<tr>
<th>Description</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Change in value of TOKIN options</td>
<td>$(3,111)</td>
<td>$(2,100)</td>
<td>26,300</td>
</tr>
<tr>
<td>Equity (income) loss from equity method investments</td>
<td>7,090</td>
<td>2,169</td>
<td>16,406</td>
</tr>
<tr>
<td>Restructuring charges</td>
<td>14,122</td>
<td>13,017</td>
<td>4,178</td>
</tr>
<tr>
<td>ERP integration costs / IT transition costs</td>
<td>3,880</td>
<td>3,248</td>
<td>5,677</td>
</tr>
<tr>
<td>Stock-based compensation expense</td>
<td>2,909</td>
<td>4,512</td>
<td>4,774</td>
</tr>
<tr>
<td>Legal expenses related to antitrust class actions</td>
<td>—</td>
<td>844</td>
<td>3,041</td>
</tr>
<tr>
<td>Net foreign exchange (gain) loss</td>
<td>$(304)</td>
<td>$(4,249)</td>
<td>$(3,036)</td>
</tr>
<tr>
<td>TOKIN investment-related expenses</td>
<td>2,299</td>
<td>1,778</td>
<td>900</td>
</tr>
<tr>
<td>Plant start-up costs</td>
<td>3,336</td>
<td>4,556</td>
<td>861</td>
</tr>
<tr>
<td>Plant shut-down costs</td>
<td>2,668</td>
<td>889</td>
<td>372</td>
</tr>
<tr>
<td>(Gain) loss on write down and sale of long-lived assets</td>
<td>4,508</td>
<td>$(221)</td>
<td>375</td>
</tr>
<tr>
<td>Pension plan adjustment</td>
<td>—</td>
<td>—</td>
<td>312</td>
</tr>
<tr>
<td>(Income) loss from discontinued operations</td>
<td>3,634</td>
<td>$(5,379)</td>
<td>—</td>
</tr>
<tr>
<td>Inventory write downs</td>
<td>3,886</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>Long-term receivable write down</td>
<td>1,444</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>Infrastructure tax</td>
<td>1,079</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>(Gain) loss on early extinguishment of debt</td>
<td>—</td>
<td>$(1,003)</td>
<td>—</td>
</tr>
<tr>
<td>Professional fees related to financing activities</td>
<td>—</td>
<td>1,142</td>
<td>—</td>
</tr>
</tbody>
</table>

**Adjusted EBITDA (non-GAAP)**

*| 2014 | 2015 | 2016 |
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>$70,713</td>
<td>$91,741</td>
<td>$91,144</td>
</tr>
</tbody>
</table>

**Adjusted EBITDA Margin (non-GAAP)**

<table>
<thead>
<tr>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>8.5%</td>
<td>11.1%</td>
<td>12.4%</td>
</tr>
</tbody>
</table>

**Total Debt as of March 31,**

<table>
<thead>
<tr>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>$393,174</td>
<td>$387,282</td>
<td>$387,833</td>
</tr>
</tbody>
</table>

**Leverage ratio (Debt/Adjusted EBITDA) (non-GAAP)**

<table>
<thead>
<tr>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>5.6</td>
<td>4.2</td>
<td>4.3</td>
</tr>
</tbody>
</table>