

FINANCIAL HIGHLIGHTS

(in millions of U.S. dollars, except per share amounts)

Three-month periods ended March 31	2014			2013		
	BA	BT	Total	BA	BT	Total
Results of operations						
Revenues	\$ 2,089	\$ 2,265	\$ 4,354	\$ 2,258	\$ 2,081	\$ 4,339
Cost of sales	1,802	1,959	3,761	1,951	1,772	3,723
Gross margin	287	306	593	307	309	616
SG&A	157	181	338	158	186	344
R&D	40	36	76	42	28	70
Share of income of joint ventures and associates	-	(22)	(22)	-	(44)	(44)
Other expense (income)	(15)	(3)	(18)	6	-	6
EBIT before special items⁽¹⁾	105	114	219	101	139	240
Special items ⁽²⁾	12	-	12	-	-	-
EBIT	\$ 93	\$ 114	207	\$ 101	\$ 139	240
Financing expense			51			75
Financing income			(17)			(40)
EBT			173			205
Income taxes			58			57
Net income			\$ 115			\$ 148
EPS (basic and diluted; in dollars)			\$ 0.06			\$ 0.08
Supplemental information						
EBIT before special items ⁽¹⁾	\$ 105	\$ 114	\$ 219	\$ 101	\$ 139	\$ 240
Amortization	63	30	93	61	30	91
EBITDA before special items ⁽¹⁾	\$ 168	\$ 144	\$ 312	\$ 162	\$ 169	\$ 331
On an adjusted basis						
Adjusted net income ⁽¹⁾			\$ 151			\$ 156
Adjusted EPS (in dollars) ⁽¹⁾			\$ 0.08			\$ 0.08
Cash flows from operating activities	\$ (61)	\$ (240)		\$ 42	\$ (62)	
Net additions to PP&E and intangible assets	(484)	(16)		(503)	(11)	
Segmented free cash flow ⁽¹⁾	\$ (545)	\$ (256)	\$ (801)	\$ (461)	\$ (73)	\$ (534)
Net income taxes and net interest paid			(114)			(56)
Free cash flow usage⁽¹⁾			\$ (915)			\$ (590)

BA: Bombardier Aerospace; BT: Bombardier Transportation

⁽¹⁾ Non-GAAP financial measure. Refer to the Non-GAAP financial measures and Liquidity and capital resources sections of the Corporation's MD&A for definitions of these metrics and reconciliation to the most comparable IFRS measures.

⁽²⁾ The special items relate to a \$22-million expense for the previously announced workforce reduction of approximately 1,700 positions, located mostly in Canada and the U.S., and a \$10-million gain following the successful resolution of a litigation in connection with Part IV of the Quebec Income Tax Act, the Tax on Capital.