

FINANCIAL HIGHLIGHTS

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

	2013			2012		
	BA	BT	Total	BA	BT	Total
For the three-month periods ended June 30						
						<i>restated⁽¹⁾</i>
Results of operations						
Revenues	\$ 2,255	\$ 2,175	\$ 4,430	\$ 2,265	\$ 1,832	\$ 4,097
Cost of sales	1,922	1,836	3,758	1,934	1,549	3,483
Gross margin	333	339	672	331	283	614
SG&A	189	193	382	179	190	369
R&D	45	30	75	35	27	62
Share of income of joint ventures and associates	-	(34)	(34)	-	(50)	(50)
Other expense (income)	(8)	-	(8)	18	1	19
EBIT before special items⁽²⁾	107	150	257	99	115	214
Special items	(31)	-	(31)	-	-	-
EBIT	\$ 138	\$ 150	288	\$ 99	\$ 115	214
Financing expense			83			89
Financing income			(47)			(60)
EBT			252			185
Income taxes			72			38
Net income			\$ 180			\$ 147
EPS (basic and diluted; in dollars)			\$ 0.10			\$ 0.08
Supplemental information						
EBIT before special items ⁽²⁾	\$ 107	\$ 150	\$ 257	\$ 99	\$ 115	\$ 214
Amortization	71	31	102	58	30	88
EBITDA before special items⁽²⁾	\$ 178	\$ 181	\$ 359	\$ 157	\$ 145	\$ 302
On an adjusted basis						
Adjusted net income ⁽²⁾			\$ 158			\$ 167
Adjusted EPS (in dollars) ⁽²⁾			\$ 0.09			\$ 0.09
Cash flows from operating activities	\$ 75	\$ (5)		\$ (23)	\$ (24)	
Net additions to PP&E and intangible assets	(534)	(16)		(481)	(20)	
Segmented free cash flow⁽²⁾	\$ (459)	\$ (21)	\$ (480)	\$ (504)	\$ (44)	\$ (548)
Net income taxes and net interest paid			(86)			(60)
Free cash flow⁽²⁾			\$ (566)			\$ (608)

BA: Bombardier Aerospace; BT: Bombardier Transportation

⁽¹⁾ Certain comparative figures have been restated as a result of our adoption of the amended IAS 19, *Employee benefits*, and IFRS 11, *Joint arrangements*. The joint arrangement restatements relate to the requirement to account for our investments in joint ventures using the equity method under IFRS 11, instead of proportionate consolidation. The employee benefit restatements mainly relate to the requirement under amended IAS 19 to calculate interest expense and interest income components on a net basis using the post-employment benefit obligation discount rate. Comparative figures have also been restated due to the change in methods of measurement of certain financial assets, as described in the Accounting and reporting developments section of the Corporation's MD&A.

⁽²⁾ 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.

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

For the six-month periods ended June 30		2013			2012		
	BA	BT	Total	BA	BT	Total	
						restated ⁽¹⁾	
Results of operations							
Revenues	\$ 4,513	\$ 4,256	\$ 8,769	\$ 3,764	\$ 3,814	\$ 7,578	
Cost of sales	3,873	3,608	7,481	3,195	3,194	6,389	
Gross margin	640	648	1,288	569	620	1,189	
SG&A	347	379	726	341	392	733	
R&D	87	58	145	66	61	127	
Share of income of joint ventures and associates	-	(78)	(78)	-	(69)	(69)	
Other income	(2)	-	(2)	(3)	(1)	(4)	
EBIT before special items⁽²⁾	\$ 208	\$ 289	\$ 497	\$ 165	\$ 237	\$ 402	
Special items	(31)	-	(31)	(23)	-	(23)	
EBIT	\$ 239	\$ 289	\$ 528	\$ 188	\$ 237	\$ 425	
Financing expense			151			160	
Financing income			(80)			(94)	
EBT			457			359	
Income taxes			129			57	
Net income			\$ 328			\$ 302	
EPS (basic and diluted; in dollars)			\$ 0.18			\$ 0.16	
Supplemental information							
EBIT before special items ⁽²⁾	\$ 208	\$ 289	\$ 497	\$ 165	\$ 237	\$ 402	
Amortization	132	61	193	108	61	169	
EBITDA before special items ⁽²⁾	\$ 340	\$ 350	\$ 690	\$ 273	\$ 298	\$ 571	
On an adjusted basis							
Adjusted net income ⁽²⁾			\$ 314			\$ 317	
Adjusted EPS (in dollars) ⁽²⁾			\$ 0.17			\$ 0.17	
Cash flows from operating activities	\$ 117	\$ (67)		\$ (223)	\$ (98)		
Net additions to PP&E and intangible assets	(1,037)	(27)		(853)	(31)		
Segmented free cash flow ⁽²⁾	\$ (920)	\$ (94)	\$ (1,014)	\$ (1,076)	\$ (129)	\$ (1,205)	
Net income taxes and net interest paid			(142)			(98)	
Free cash flow⁽²⁾			\$ (1,156)			\$ (1,303)	

BA: Bombardier Aerospace; BT: Bombardier Transportation

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