

Reconciliation of segment to consolidated results

	Three-month periods ended June 30		Six-month periods ended June 30	
	2017	2016	2017	2016
Revenues				
Business Aircraft	\$ 1,386	\$ 1,473	\$ 2,393	\$ 2,776
Commercial Aircraft	640	764	1,180	1,380
Aerostructures and Engineering Services	426	425	814	893
Transportation	1,975	1,964	3,898	3,844
Corporate and Elimination	(335)	(317)	(617)	(670)
	\$ 4,092	\$ 4,309	\$ 7,668	\$ 8,223
EBIT before special items				
Business Aircraft	\$ 123	\$ 98	\$ 200	\$ 185
Commercial Aircraft	(86)	(103)	(141)	(169)
Aerostructures and Engineering Services	33	30	62	65
Transportation	161	124	314	239
Corporate and Elimination	(67)	(43)	(143)	(84)
	\$ 164	\$ 106	\$ 292	\$ 236
Special Items				
Business Aircraft	\$ 28	\$ (114)	\$ 31	\$ (109)
Commercial Aircraft	1	483	2	483
Aerostructures and Engineering Services	—	(39)	—	(19)
Transportation	213	37	232	129
Corporate and Elimination	45	(10)	45	(53)
	\$ 287	\$ 357	\$ 310	\$ 431
EBIT				
Business Aircraft	\$ 95	\$ 212	\$ 169	\$ 294
Commercial Aircraft	(87)	(586)	(143)	(652)
Aerostructures and Engineering Services	33	69	62	84
Transportation	(52)	87	82	110
Corporate and Elimination	(112)	(33)	(188)	(31)
	\$ (123)	\$ (251)	\$ (18)	\$ (195)

Reconciliation of EBITDA before special items and EBITDA to EBIT

	Three-month periods ended June 30		Six-month periods ended June 30	
	2017	2016	2017	2016
EBIT	\$ (123)	\$ (251)	\$ (18)	\$ (195)
Amortization	78	98	156	187
Impairment charges on PP&E and intangible assets ⁽¹⁾	43	—	43	—
EBITDA	(2)	(153)	181	(8)
Special items excluding impairment charges on PP&E and intangible assets ⁽¹⁾	249	357	272	431
EBITDA before special items	\$ 247	\$ 204	\$ 453	\$ 423

Reconciliation of adjusted net income (loss) to net loss and computation of adjusted EPS

	Three-month periods ended June 30			
	2017		2016	
	(per share)		(per share)	
Net loss	\$ (296)		\$ (490)	
Adjustments to EBIT related to special items ⁽¹⁾	287	\$ 0.13	357	\$ 0.16
Adjustments to net financing expense related to:				
Net change in provisions arising from changes in interest rates and net loss on certain financial instruments	39	0.02	10	0.00
Accretion on net retirement benefit obligations	19	0.01	17	0.01
Interest related to tax litigation ⁽¹⁾	—	—	26	0.01
Tax impact of special ⁽¹⁾ and other adjusting items	(10)	(0.01)	(3)	0.00
Adjusted net income (loss)	39		(83)	
Net loss (income) attributable to NCI	7		(41)	
Preferred share dividends, including taxes	(6)		(6)	
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$ 40		\$ (130)	
Weighted-average diluted number of common shares (in thousands)	2,239,122		2,222,874	
Adjusted EPS (in dollars)	\$ 0.02		\$ (0.06)	

Reconciliation of adjusted net income (loss) to net loss and computation of adjusted EPS

	Six-month periods ended June 30			
	2017		2016	
	(per share)		(per share)	
Net loss	\$ (327)		\$ (628)	
Adjustments to EBIT related to special items ⁽¹⁾	310	\$ 0.14	431	\$ 0.19
Adjustments to net financing expense related to:				
Accretion on net retirement benefit obligations	38	0.02	34	0.02
Net change in provisions arising from changes in interest rates and net (gain) loss on certain financial instruments	31	0.01	25	0.01
Interest related to tax litigation ⁽¹⁾	—	—	26	0.01
Transaction costs related to the conversion option embedded in the CDPQ investment ⁽¹⁾	—	—	8	0.00
Tax impact of special ⁽¹⁾ and other adjusting items	(11)	0.00	(13)	0.00
Adjusted net income (loss)	41		(117)	
Net loss (income) attributable to NCI	10		(64)	
Preferred share dividends, including taxes	(12)		(11)	
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$ 39		\$ (192)	
Weighted-average diluted number of common shares (in thousands)	2,244,283		2,222,942	
Adjusted EPS (in dollars)	\$ 0.02		\$ (0.09)	

⁽¹⁾ Refer to the Consolidated results of operations section in the Corporation's MD&A for details regarding special items.

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Three-month periods ended June 30	
	2017	2016
Diluted EPS	\$ (0.13)	\$ (0.24)
Impact of special ⁽¹⁾ and other adjusting items	0.15	0.18
Adjusted EPS	\$ 0.02	\$ (0.06)

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Six-month periods ended June 30	
	2017	2016
Diluted EPS	\$ (0.15)	\$ (0.32)
Impact of special ⁽¹⁾ and other adjusting items	0.17	0.23
Adjusted EPS	\$ 0.02	\$ (0.09)

Reconciliation of free cash flow usage to cash flows from operating activities

	Three-month periods ended June 30		Six-month periods ended June 30	
	2017	2016	2017	2016
Cash flows from operating activities	\$ (181)	\$ (158)	\$ (498)	\$ (614)
Net additions to PP&E and intangible assets	(389)	(332)	(665)	(626)
Free cash flow usage	\$ (570)	\$ (490)	\$ (1,163)	\$ (1,240)

⁽¹⁾ Refer to the Consolidated results of operations section in the Corporation's MD&A for details regarding special items.