

Reconciliation of segment to consolidated results

	Three-month periods ended September 30		Nine-month periods ended September 30	
	2019 ⁽¹⁾	2018	2019 ⁽¹⁾	2018
Revenues				
Aviation	\$ 1,558	\$ 1,504	\$ 5,088	\$ 5,182
Transportation	2,175	2,140	6,476	6,754
Corporate and Others	(11)	(1)	(12)	(3)
	\$ 3,722	\$ 3,643	\$ 11,552	\$ 11,933
Adjusted EBIT				
Aviation	\$ 93	\$ 129	\$ 388	\$ 288
Transportation	110	187	304	583
Corporate and Others ⁽²⁾	(44)	(45)	(156)	(128)
	\$ 159	\$ 271	\$ 536	\$ 743
Special Items				
Aviation	\$ (3)	\$ (3)	\$ (712)	\$ 35
Transportation	22	3	46	45
Corporate and Others	(3)	4	4	4
	\$ 16	\$ 4	\$ (662)	\$ 84
EBIT				
Aviation	\$ 96	\$ 132	\$ 1,100	\$ 253
Transportation	88	184	258	538
Corporate and Others ⁽²⁾	(41)	(49)	(160)	(132)
	\$ 143	\$ 267	\$ 1,198	\$ 659

Reconciliation of adjusted EBITDA to EBIT

	Three-month periods ended September 30		Nine-month periods ended September 30	
	2019	2018	2019	2018
EBIT	\$ 143	\$ 267	\$ 1,198	\$ 659
Amortization	96	62	293	188
Impairment charges (reversals) on PP&E and intangible assets ⁽³⁾	—	—	(4)	11
Special items excluding impairment charges (reversals) on PP&E and intangible assets ⁽³⁾	16	4	(654)	76
Adjusted EBITDA	\$ 255	\$ 333	\$ 833	\$ 934

⁽¹⁾ Refer to Note 2 - Changes in accounting policies, to our interim consolidated financial statements, for the impact of the adoption of IFRS 16, *Leases*. Under the modified retrospective approach adopted by the Corporation, 2018 figures are not restated.

⁽²⁾ Non-GAAP financial measure. Refer to the Caution regarding Non-GAAP financial measures section for a definition of this metric.

⁽³⁾ Refer to the Consolidated results of operations section of this Company's MD&A for the period ended September 30, 2019, for details regarding special items.

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

	Three-month periods ended September 30			
	2019		2018	
	(per share)		(per share)	
Net income (loss)	\$	(91)	\$	149
Adjustments to EBIT related to special items ⁽¹⁾		16	\$ 0.01	4
Adjustments to net financing expense related to:				
Net change in provisions arising from changes in interest rates and net loss (gain) on certain financial instruments		4	0.00	5
Accretion on net retirement benefit obligations		18	0.01	16
Interest related to tax litigation ⁽¹⁾		—	—	(4)
Tax impact of special ⁽¹⁾ and other adjusting items		(2)	0.00	(3)
Adjusted net income (loss)		(55)		167
Net loss attributable to NCI		(48)		(38)
Preferred share dividends, including taxes		—		(7)
Dilutive impact of CDPQ conversion option		—		(13)
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$	(103)	\$	109
Weighted-average diluted number of common shares (in thousands)		2,386,781		2,624,943
Adjusted EPS (in dollars)	\$	(0.04)	\$	0.04

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

	Nine-month periods ended September 30			
	2019		2018	
	(per share)		(per share)	
Net income	\$	112	\$	263
Adjustments to EBIT related to special items ⁽¹⁾		(662)	\$ (0.28)	84
Adjustments to net financing expense related to:				
Net change in provisions arising from changes in interest rates and net gain on certain financial instruments		(46)	(0.02)	(31)
Accretion on net retirement benefit obligations		51	0.02	50
Interest related to tax litigation ⁽¹⁾		—	—	(4)
Loss on repurchase of long-term debt ⁽¹⁾		84	0.04	—
Tax impact of special ⁽¹⁾ and other adjusting items		237	0.10	(73)
Adjusted net income (loss)		(224)		289
Net loss attributable to NCI		(139)		(46)
Preferred share dividends, including taxes		(14)		(21)
Dilutive impact of CDPQ conversion option		—		(6)
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$	(377)	\$	216
Weighted-average diluted number of common shares (in thousands)		2,379,795		2,503,332
Adjusted EPS (in dollars)	\$	(0.16)	\$	0.09

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Three-month periods ended September 30	
	2019	2018
Diluted EPS	\$	(0.06)
Impact of special ⁽¹⁾ and other adjusting items		0.02
Adjusted EPS	\$	(0.04)

⁽¹⁾ Refer to the Consolidated results of operations section in the Company's MD&A for the period ended September 30, 2019, for details regarding special items.

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Nine-month periods ended September 30	
	2019	2018
Diluted EPS	\$ (0.02)	\$ 0.08
Impact of special ⁽¹⁾ and other adjusting items	(0.14)	0.01
Adjusted EPS	\$ (0.16)	\$ 0.09

⁽¹⁾ Refer to the Consolidated results of operations section in the Corporation's MD&A for the quarter ended September 30, 2019 for details regarding special items.

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

	Three-month periods ended September 30		Nine-month periods ended September 30	
	2019	2018	2019	2018
Cash flows from operating activities	\$ (557)	\$ (141)	\$ (1,753)	\$ (692)
Net additions to PP&E and intangible assets	(125)	(229)	(402)	(167)
Free cash flow usage	\$ (682)	\$ (370)	\$ (2,155)	\$ (859)