

Reconciliation of segment to consolidated results

	Three-month periods ended June 30		Six-month periods ended June 30	
	2019	(1) 2018	2019	2018
Revenues				
Business Aircraft	\$ 1,382	\$ 1,307	\$ 2,352	\$ 2,417
Commercial Aircraft	516	616	757	1,079
Aerostructures and Engineering Services	565	455	1,035	901
Transportation	2,194	2,259	4,301	4,614
Corporate and Elimination	(343)	(375)	(615)	(721)
	\$ 4,314	\$ 4,262	\$ 7,830	\$ 8,290
Adjusted EBIT				
Business Aircraft	\$ 97	\$ 111	\$ 171	\$ 209
Commercial Aircraft	12	(66)	34	(139)
Aerostructures and Engineering Services	37	57	103	104
Transportation	111	207	194	396
Corporate and Elimination	(51)	(38)	(125)	(98)
	\$ 206	\$ 271	\$ 377	\$ 472
Special Items				
Business Aircraft	\$ 13	\$ 3	\$ (507)	\$ 4
Commercial Aircraft	(214)	602	(214)	602
Aerostructures and Engineering Services	12	(8)	12	(7)
Transportation	24	44	24	42
Corporate and Elimination	—	(561)	7	(561)
	\$ (165)	\$ 80	\$ (678)	\$ 80
EBIT				
Business Aircraft	\$ 84	\$ 108	\$ 678	\$ 205
Commercial Aircraft	226	(668)	248	(741)
Aerostructures and Engineering Services	25	65	91	111
Transportation	87	163	170	354
Corporate and Elimination	(51)	523	(132)	463
	\$ 371	\$ 191	\$ 1,055	\$ 392

Reconciliation of adjusted EBITDA to EBIT

	Three-month periods ended June 30		Six-month periods ended June 30	
	2019	2018	2019	2018
EBIT	\$ 371	\$ 191	\$ 1,055	\$ 392
Amortization	106	64	197	126
Impairment charges on PP&E and intangible assets ⁽²⁾	(4)	9	(4)	11
Special items excluding impairment charges on PP&E and intangible assets ⁽²⁾	(161)	72	(670)	72
Adjusted EBITDA	\$ 312	\$ 336	\$ 578	\$ 601

⁽¹⁾ Refer to Note 2, Changes in accounting policies, in the Corporation's interim consolidated financial statements for the quarter ended June 30, 2019 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⁾ Refer to the Consolidated results of operations section in the Corporation's MD&A for the quarter ended June 30, 2019 for details regarding special items.

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

	Three-month periods ended June 30			
	2019		2018	
	(per share)		(per share)	
Net income (loss)	\$	(36)	\$	70
Adjustments to EBIT related to special items ⁽¹⁾		(165)	\$ (0.07)	\$ 0.03
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		29	0.01	(10) 0.00
Accretion on net retirement benefit obligations		15	0.01	15 0.01
Loss on repurchase of long-term debt ⁽¹⁾		4	0.00	— —
Tax impact of special ⁽¹⁾ and other adjusting items		106	0.05	(68) (0.03)
Adjusted net income (loss)		(47)		87
Net income attributable to NCI		(47)		(2)
Preferred share dividends, including taxes		(7)		(7)
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$	(101)	\$	78
Weighted-average diluted number of common shares (in thousands)		2,375,581		2,552,892
Adjusted EPS (in dollars)	\$	(0.04)	\$	0.03

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

	Six-month periods ended June 30			
	2019		2018	
	(per share)		(per share)	
Net income	\$	203	\$	114
Adjustments to EBIT related to special items ⁽¹⁾		(678)	\$ (0.29)	\$ 0.03
Adjustments to net financing expense related to:				
Net change in provisions arising from changes in interest rates and net gain on certain financial instruments		(50)	(0.02)	(36) (0.01)
Accretion on net retirement benefit obligations		33	0.01	34 0.01
Loss on repurchase of long-term debt ⁽¹⁾		84	0.04	— —
Tax impact of special ⁽¹⁾ and other adjusting items		239	0.10	(70) (0.03)
Adjusted net income (loss)		(169)		122
Net income attributable to NCI		(91)		(8)
Preferred share dividends, including taxes		(14)		(14)
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$	(274)	\$	100
Weighted-average diluted number of common shares (in thousands)		2,375,223		2,475,425
Adjusted EPS (in dollars)	\$	(0.12)	\$	0.04

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Three-month periods ended June 30	
	2019	2018
Diluted EPS	\$	(0.04)
Impact of special ⁽¹⁾ and other adjusting items		— 0.01
Adjusted EPS	\$	(0.04)

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Six-month periods ended June 30	
	2019	2018
Diluted EPS	\$	0.04
Impact of special ⁽¹⁾ and other adjusting items		(0.16) —
Adjusted EPS	\$	(0.12)

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

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

	Three-month periods ended June 30		Six-month periods ended June 30	
	2019	2018	2019	2018
Cash flows from operating activities	\$ (289)	\$ (80)	\$ (1,196)	\$ (551)
Net (additions to) proceeds from PP&E and intangible assets	(140)	312	(277)	62
Free cash flow (usage)	\$ (429)	\$ 232	\$ (1,473)	\$ (489)