

Adjusted Earnings and Adjusted EPS

The following is a reconciliation of net earnings and diluted EPS to adjusted earnings (non-GAAP) and adjusted EPS (non-GAAP):

Net Earnings (GAAP)

Restructuring and impairment expenses, before tax
 Tax effect of restructuring and impairment expenses

Adjusted Earnings

Diluted EPS (GAAP)

Restructuring and impairment expenses per diluted share, before tax
 Tax effect of restructuring and impairment expenses per diluted share

Adjusted EPS

(dollars in millions, except per share data)

Three Months Ended
 March 31,

2019 2018

\$ 89.3	\$ 98.8
-	6.7
-	<u>(1.7)</u>
\$ 89.3	\$103.8
\$ 0.53	\$ 0.57
-	0.04
-	<u>(0.01)</u>
<u>\$ 0.53</u>	<u>\$ 0.60</u>

Adjusted Segment Earnings

The following is a reconciliation reported segment earnings to adjusted segment earnings (non-GAAP):

	(dollars in millions)	
	Three Months Ended March 31,	
	2019	2018
Segment Earnings (GAAP)		
North America	\$ 116.0	\$ 106.0
Rest of World	12.3	36.1
Inter-segment earnings elimination	-	(0.1)
Total Segment Earnings (GAAP)	<u>\$ 128.3</u>	<u>\$ 142.0</u>
Adjustments:		
North America	\$ -	\$ 6.7
Rest of World	-	-
Inter-segment earnings elimination	-	-
Total Adjustments	<u>\$ -</u>	<u>\$ 6.7</u>
Diluted EPS (GAAP)		
North America restructuring & impairment expenses	\$ 116.0	\$ 112.7
Rest of World	12.3	36.1
Inter-segment earnings elimination	-	(0.1)
Adjusted Segment Earnings	<u>\$ 128.3</u>	<u>\$ 148.7</u>