



Teleflex Reports Fourth Quarter and Full Year 2014 Results; Provides 2015 Guidance

February 20, 2015

Fourth Quarter Revenues of \$476.0 million, up 5.7% over prior year period; up 9.0% on Constant Currency Basis

Fourth Quarter GAAP Diluted EPS of \$1.10, up 41.0% over the prior year period

Fourth Quarter Adjusted Diluted EPS of \$1.43, up 5.1% over the prior year period

Full Year 2014 Revenues of \$1.84 billion, up 8.5% over the prior year period; up 8.8% on a Constant Currency Basis

Full Year 2014 GAAP Diluted EPS of \$4.10, up 18.5% over the prior year period

Full Year 2014 Adjusted Diluted EPS of \$5.74, up 14.1% over the prior year period

2015 Guidance Range for Constant Currency Revenue Growth of 4% to 6%

2015 Guidance Range for Adjusted Diluted EPS of \$6.10 to \$6.35, up 6.3% to 10.6%, which reflects our expectation of a negative foreign currency headwind of approximately 14%

WAYNE, Pa.--(BUSINESS WIRE)--Feb. 20, 2015-- Teleflex Incorporated (NYSE: TFX) (the "Company") today announced financial results for the fourth quarter and full year ended December 31, 2014.

Fourth quarter 2014 net revenues were \$476.0 million, an increase of 5.7% over the prior year period. Excluding the impact of foreign currency fluctuations, fourth quarter 2014 net revenues increased 9.0% over the prior year period.

Fourth quarter 2014 GAAP diluted earnings per share from continuing operations were \$1.10, as compared to \$0.78 in the prior year period, an increase of 41.0%. Fourth quarter 2014 adjusted diluted earnings per share from continuing operations were \$1.43, as compared to \$1.36 in the prior year period, an increase of 5.1%.

Full year 2014 net revenues were \$1.84 billion, an increase of 8.5% over the prior year period. Excluding the impact of foreign currency fluctuations, full year 2014 net revenues increased 8.8% over the prior year period.

Full year 2014 GAAP diluted earnings per share from continuing operations were \$4.10, as compared to \$3.46 in the prior year period, an increase of 18.5%. Full year 2014 adjusted diluted earnings per share from continuing operations were \$5.74, as compared to \$5.03 in the prior year period, an increase of 14.1%.

"Teleflex's full year 2014 results demonstrate another successful year for the Company," said Benson Smith, Chairman, President and Chief Executive Officer. "We integrated Vidacare and Mayo Healthcare Pty Ltd., delivered constant currency revenue growth near the upper end of our guidance range, and generated adjusted earnings per share well ahead of our initial expectations."

Added Mr. Smith, "During 2015, we expect to continue to produce solid constant currency revenue growth and significant operating leverage. While we anticipate that our 2015 results will be negatively impacted by foreign exchange movements, we are committed to implementing operational measures to, in part, mitigate the earnings effect."

FOURTH QUARTER NET REVENUE BY SEGMENT

Vascular North America fourth quarter 2014 net revenues were \$68.7 million, an increase of 9.7% compared to the prior year period. Excluding the impact of foreign currency fluctuations, fourth quarter 2014 net revenues increased 10.2% compared to the prior year period. The increase in constant currency revenue was largely due to product sales resulting from our acquisition of Vidacare and higher sales volume of existing products.

Anesthesia/Respiratory North America fourth quarter 2014 net revenues were \$58.2 million, an increase of 0.4% compared to the prior year period. Excluding the impact of foreign currency fluctuations, fourth quarter 2014 net revenues increased 0.7% compared to the prior year period. The increase in constant currency revenue was largely due to new product sales, somewhat offset by lower sales volume of existing products.

Surgical North America fourth quarter 2014 net revenues were \$40.8 million, an increase of 8.9% compared to the prior year period. Excluding the impact of foreign currency fluctuations, fourth quarter 2014 net revenues increased 9.7% compared to the prior year period. The increase in constant currency revenue was largely due to higher sales volume of existing products and price increases.

EMEA fourth quarter 2014 net revenues were \$146.9 million, an increase of 1.5% compared to the prior year period. Excluding the impact of foreign currency fluctuations, fourth quarter 2014 net revenues increased 8.9% compared to the prior year period. The increase in constant currency revenue was largely due to higher sales volume of existing products, Vidacare product sales, new product sales and price increases.

Asia fourth quarter 2014 net revenues were \$63.6 million, an increase of 7.4% compared to the prior year period. Excluding the impact of foreign currency fluctuations, fourth quarter 2014 net revenues increased 10.9% compared to the prior year period. The increase in constant currency revenue was largely due to product sales resulting from the acquisitions of Mayo Healthcare Pty Ltd., Vidacare and Ultimate Medical, price increases and new product sales, somewhat offset by lower sales volume of existing products.

OEM and Development Services ("OEM") fourth quarter 2014 net revenues were \$35.0 million, an increase of 3.1% compared to the prior year period. Excluding the impact of foreign currency fluctuations, fourth quarter 2014 net revenues increased 4.8% compared to the prior year period. The increase in constant currency revenue was largely due to higher sales volume of existing products and new product sales, somewhat offset by lower

average selling prices.

	Three Months Ended		% Increase/ (Decrease)		
	December 31, 2014	December 31, 2013	Constant Currency	Foreign Currency	Total Change
	(Dollars in millions)				
Vascular North America	\$ 68.7	\$ 62.6	10.2%	(0.5%)	9.7%
Anesthesia/Respiratory North America	58.2	57.8	0.7%	(0.3%)	0.4%
Surgical North America	40.8	37.5	9.7%	(0.8%)	8.9%
EMEA	146.9	144.9	8.9%	(7.4%)	1.5%
Asia	63.6	59.1	10.9%	(3.5%)	7.4%
OEM	35.0	34.1	4.8%	(1.7%)	3.1%
All Other	62.8	54.5	16.3%	(1.1%)	15.2%
Total	\$ 476.0	\$ 450.5	9.0%	(3.3%)	5.7%

OTHER FINANCIAL HIGHLIGHTS AND KEY PERFORMANCE METRICS

Depreciation expense and amortization of intangible assets and deferred financing costs for the full year of 2014 were \$127.0 million compared to \$107.9 million for the prior year period.

Cash and cash equivalents at December 31, 2014 were \$303.2 million compared to \$432.0 million at December 31, 2013. The decline in cash and cash equivalents is primarily due to a \$235 million repayment of a portion of the outstanding principal amount of borrowings under the revolving credit facility, partially offset by cash generated from operations.

Net accounts receivable at December 31, 2014 were \$273.7 million compared to \$295.3 million at December 31, 2013.

Net inventories at December 31, 2014 were \$335.6 million compared to \$333.6 million at December 31, 2013.

Net debt obligations at December 31, 2014 were \$801.4 million compared to \$902.7 million at December 31, 2013.

2015 OUTLOOK

The Company estimates that revenues for full year 2015 will increase 4% to 6% on a constant currency basis. On a GAAP basis, revenues are expected to be flat to down 2% versus the prior year due to the unfavorable impact of foreign currency.

The Company expects adjusted diluted earnings per share from continuing operations to be between \$6.10 and \$6.35 for full year 2015, representing an increase of 6.3% to 10.6% over the prior year, which reflects our expectation of a negative foreign currency headwind of approximately 14%. The Company expects full year 2015 GAAP diluted earnings per share from continuing operations to be between \$4.22 and \$4.37.

FORECASTED 2015 CONSTANT CURRENCY REVENUE GROWTH RECONCILIATION

	<u>Low</u>	<u>High</u>
Forecasted 2015 GAAP revenue growth	(2%)	—
Estimated impact of foreign currency fluctuations	<u>6%</u>	<u>6%</u>
Forecasted 2015 constant currency revenue growth	<u>4%</u>	<u>6%</u>

FORECASTED 2015 ADJUSTED EARNINGS PER SHARE RECONCILIATION

	<u>Low</u>	<u>High</u>
Diluted earnings per share attributable to common shareholders	\$4.22	\$4.37
Restructuring, impairment charges and special items, net of tax	\$0.75	\$0.80
Intangible amortization expense, net of tax	\$0.95	\$1.00
Amortization of debt discount on convertible notes, net of tax	<u>\$0.18</u>	<u>\$0.18</u>
Adjusted diluted earnings per share	<u>\$6.10</u>	<u>\$6.35</u>

CONFERENCE CALL WEBCAST AND ADDITIONAL INFORMATION

As previously announced, Teleflex will comment on its financial results on a conference call to be held today at 8:00 a.m. (ET). The call will be available live and archived on the company's website at www.teleflex.com and the accompanying presentation will be posted prior to the call. An audio replay will be available until February 27, 2015 at 11:59pm (ET), by calling 888-286-8010 (U.S./Canada) or 617-801-6888 (International), Passcode: 82954645.

ADDITIONAL NOTES

Constant currency revenue growth excludes the impact of translating the results of international subsidiaries at different currency exchange rates from period to period.

Certain financial information is presented on a rounded basis, which may cause minor differences.

Segment results and commentary exclude the impact of discontinued operations.

NOTES ON NON-GAAP FINANCIAL MEASURES

This press release includes certain non-GAAP financial measures, which include:

Adjusted diluted earnings per share. This measure excludes, depending on the period presented (i) the effect of charges associated with our restructuring programs, as well as goodwill and other asset impairment charges; (ii) losses and other charges, including acquisition and integration costs, charges related to facility consolidations, the establishment of a litigation reserve and a litigation verdict against the Company with respect to a non-operating joint venture, net of, where applicable, specified reversals, including a reversal of liabilities related to certain contingent consideration arrangements and a reversal of a reserve related to a previously announced stock keeping unit benefit program; (iii) amortization of the debt discount on the Company's convertible notes; (iv) intangible amortization expense; (v) loss on extinguishment of debt; and (vi) tax benefits resulting from the resolution of, or expiration of the statute of limitations with respect to, prior years' tax matters. In addition, the calculation of diluted shares within adjusted earnings per share gives effect to the anti-dilutive impact of the Company's convertible note hedge agreements, which reduce the potential economic dilution that otherwise would occur upon conversion of the Company's senior subordinated convertible notes (under GAAP, the anti-dilutive impact of the convertible note hedge agreements is not reflected in diluted shares).

Constant currency revenue growth. This measure excludes the impact of translating the results of international subsidiaries at different currency exchange rates from period to period.

Management believes these measures are useful to investors because they eliminate items that do not reflect Teleflex's day-to-day operations. In addition, management believes that the calculation of non-GAAP diluted shares is useful to investors because it provides insight into the offsetting economic effect of the convertible note hedge against conversions of the convertible notes. Management uses these financial measures for internal managerial purposes, when publicly providing guidance on possible future results, and to assist in our evaluation of period-to-period comparisons. These financial measures are presented in addition to results presented in accordance with generally accepted accounting principles ("GAAP") and should not be relied upon as a substitute for GAAP financial measures. Tables reconciling historical non-GAAP measures to the most directly comparable historical GAAP measures are set forth below. Tables reconciling forecasted non-GAAP measures to the most directly comparable forecasted GAAP measures are set forth above.

RECONCILIATION OF CONSOLIDATED STATEMENT OF INCOME ITEMS

Dollars in millions, except per share amounts

Quarter Ended – December 31, 2014

	Cost of goods sold	Selling, general and administrative expenses	Research and development expenses	Restructuring and other impairment charges	Interest expense, net	Loss on extinguish- ment of debt	Income taxes	Net income (loss) attributable to common shareholders from continuing operations	Diluted earnings per share available to common shareholders	Shares used in calculation of GAAP and adjusted earnings per share
GAAP Basis	\$235.0	\$153.3	\$17.2	\$1.4	\$16.6	—	\$0.4	\$51.8	\$1.10	47,112
Adjustments										
Restructuring and other impairment charges	—	—	—	1.4	—	—	0.5	0.8	\$0.02	—
Losses and other charges (A)	2.1	1.0	0.0	—	—	—	1.1	2.0	\$0.04	—
Amortization of debt discount on convertible notes	—	—	—	—	3.1	—	1.1	2.0	\$0.04	—

Intangible amortization expense	—	13.9	—	—	—	—	3.5	10.4	\$0.22	—
Tax adjustment (B)	—	—	—	—	—	—	3.8	(3.8)	(\$0.08)	—
Shares due to Teleflex under note hedge (C)	—	—	—	—	—	—	—	—	\$0.09	(2,990)
Adjusted basis	\$232.9	\$138.4	\$17.2	—	\$13.5	—	\$10.5	\$63.3	\$1.43	44,122

Quarter Ended – December 31, 2013

	Cost of goods sold	Selling, general and administrative expenses	Research and Development expenses	Restructuring and other impairment charges	Interest expense, net	Loss on extinguishment of debt	Income taxes	Net income (loss) attributable to common shareholders from continuing operations	Diluted earnings per share available to common shareholders	Shares used in calculation of GAAP and adjusted earnings per share
GAAP Basis	\$225.6	\$143.8	\$17.9	\$9.2	\$14.2	—	\$4.6	\$35.1	\$0.78	45,033
Adjustments										
Restructuring and other impairment charges	—	—	—	9.2	—	—	1.7	7.6	\$0.17	—
Losses and other charges (A)	0.3	8.2	0.5	—	—	—	2.5	6.5	\$0.14	—
Amortization of debt discount on convertible notes	—	—	—	—	2.9	—	1.1	1.8	\$0.04	—
Intangible amortization expense	—	13.5	—	—	—	—	4.5	9.0	\$0.20	—
Loss on extinguishment of debt	—	—	—	—	—	—	0.0	0.0	\$0.00	—
Tax adjustment (B)	—	—	—	—	—	—	1.5	(1.5)	(\$0.03)	—
Shares due to Teleflex under note hedge (C)	—	—	—	—	—	—	—	—	\$0.06	(2,165)
Adjusted basis	\$225.3	\$122.0	\$17.3	—	\$11.3	—	\$15.8	\$58.5	\$1.36	42,868

(A) In 2014, losses and other charges include approximately \$1.6 million, net of tax, or \$0.03 per share, related to acquisition and integration costs, and charges related to facility consolidations; and approximately \$0.4 million, net of tax, or \$0.01 per share, related to a litigation verdict against the Company with respect to a non-operating joint venture. In 2013, losses and other charges include approximately \$4.5 million, net of tax, or \$0.10 per share, related to acquisition and integration costs; approximately \$1.9 million, net of tax, or \$0.04 per share, related to the establishment of a litigation reserve; reversals included approximately \$0.1 million, net of tax, or \$0.00 per share, related to the reversal of contingent consideration liabilities.

(B) The tax adjustment represents a net benefit resulting from the resolution of, or the expiration of statute of limitations with respect to various prior years' U.S. federal, state and foreign tax matters.

(C) Adjusted diluted shares are calculated by giving effect to the anti-dilutive impact of the Company's convertible note hedge agreements, which reduce the potential economic dilution that otherwise would occur upon conversion of our senior subordinated convertible notes. Under GAAP, the anti-dilutive impact of the convertible note hedge agreements is not reflected in diluted shares.

RECONCILIATION OF CONSOLIDATED STATEMENT OF INCOME ITEMS

Dollars in millions, except per share amounts

Twelve Months Ended – December 31, 2014

	Cost of goods sold	Selling, general and administrative expenses	Research and development expenses	Restructuring and other impairment charges	Interest expense, net	Loss on extinguish- ment of debt	Income taxes	Net income (loss) attributable to common shareholders from continuing operations	Diluted earnings per share available to common shareholders	Shares used in calculation of GAAP and adjusted earnings per share
GAAP Basis	\$897.4	\$578.7	\$61.0	\$17.9	\$64.8	—	\$28.7	\$190.4	\$4.10	46,470
Adjustments										
Restructuring and other impairment charges	—	—	—	17.9	—	—	5.2	12.7	\$0.27	—
Losses and other charges (A)	4.9	(1.1)	0.1	—	—	—	3.1	0.9	\$0.02	—
Amortization of debt discount on convertible notes	—	—	—	—	12.2	—	4.5	7.7	\$0.17	—
Intangible amortization expense	—	60.9	—	—	—	—	17.4	43.5	\$0.94	—
Tax adjustment (B)	—	—	—	—	—	—	4.0	(4.0)	(\$0.09)	—
Shares due to Teleflex under note hedge (C)	—	—	—	—	—	—	—	—	\$0.33	(2,738)
Adjusted basis	\$892.5	\$518.8	\$60.9	—	\$52.5	—	\$62.8	\$251.2	\$5.74	43,732

Twelve Months Ended – December 31, 2013

	Cost of goods sold	Selling, general and administrative expenses	Research and development expenses	Restructuring and other impairment charges	Interest expense, net	Loss on extinguish- ment of debt	Income taxes	Net income (loss) attributable to common shareholders from continuing operations	Diluted earnings per share available to common shareholders	Shares used in calculation of GAAP and adjusted earnings per share
GAAP Basis	\$857.3	\$502.2	\$65.0	\$38.5	\$56.3	\$1.3	\$23.5	\$151.3	\$3.46	43,693
Adjustments										
Restructuring and other impairment charges	—	—	—	38.5	—	—	7.8	30.7	\$0.71	—
Losses and other charges (A)	2.3	1.5	0.5	—	—	—	4.9	(0.6)	(\$0.02)	—
Amortization of debt discount on convertible notes	—	—	—	—	11.3	—	4.1	7.2	\$0.16	—
Intangible amortization expense	—	50.6	—	—	—	—	17.3	33.4	\$0.76	—
Loss on extinguishment of debt	—	—	—	—	—	1.3	0.5	0.8	\$0.02	—
Tax adjustment (B)	—	—	—	—	—	—	11.1	(11.1)	(\$0.25)	—

Shares due to Teleflex under note hedge (C)	—	—	—	—	—	—	—	—	\$0.19	(1,620)
Adjusted basis	\$855.1	\$450.1	\$64.5	—	\$45.0	—	\$69.2	\$211.6	\$5.03	42,073

(A) In 2014, losses and other charges include approximately \$8.6 million, net of tax, or \$0.19 per share, related to acquisition and integration costs, and charges related to facility consolidations; and approximately \$0.4 million, net of tax, or \$0.01 per share, related to a litigation verdict against the Company with respect to a non-operating joint venture; reversals include approximately (\$8.1) million, net of tax, or (\$0.18) per share, related to the reversal of contingent consideration liabilities. In 2013, losses and other charges include approximately \$0.8 million, net of tax, or \$0.02 per share, related to a litigation verdict against the Company with respect to a non-operating joint venture; \$9.5 million, net of tax, or \$0.21 per share, related to acquisition and integration costs; and approximately \$1.9 million, net of tax, or \$0.04 per share, related to the establishment of a litigation reserve; reversals include approximately (\$12.4) million, net of tax, or (\$0.28) per share, related to the reversal of contingent consideration liabilities and (\$0.4) million, net of tax, or (\$0.01) per share, related to reversal of a reserve with respect to a previously announced stock keeping unit ("SKU") rationalization charge.

(B) The tax adjustment represents a net benefit resulting from the resolution of, or the expiration of statute of limitations with respect to various prior years' U.S. federal, state and foreign tax matters.

(C) Adjusted diluted shares are calculated by giving effect to the anti-dilutive impact of the Company's convertible note hedge agreements, which reduce the potential economic dilution that otherwise would occur upon conversion of our senior subordinated convertible notes. Under GAAP, the anti-dilutive impact of the convertible note hedge agreements is not reflected in diluted shares.

RECONCILIATION OF NET DEBT OBLIGATIONS

	<u>December 31, 2014</u>	<u>December 31, 2013</u>
	(Dollars in thousands)	
Note payable and current portion of long term borrowings	\$ 368,401	\$ 356,287
Long term borrowings	700,000	930,000
Unamortized debt discount	<u>36,197</u>	<u>48,413</u>
Total debt obligations	1,104,598	1,334,700
Less: cash and cash equivalents	<u>303,236</u>	<u>431,984</u>
Net debt obligations	<u>\$ 801,362</u>	<u>\$ 902,716</u>

ABOUT TELEFLEX INCORPORATED

Teleflex is a leading global provider of specialty medical devices for a range of procedures in critical care and surgery. Our mission is to provide solutions that enable healthcare providers to improve outcomes and enhance patient and provider safety. Headquartered in Wayne, PA, Teleflex employs approximately 11,700 people and serves healthcare providers worldwide. For additional information about Teleflex please refer to www.teleflex.com.

CAUTION CONCERNING FORWARD-LOOKING INFORMATION

This press release contains forward-looking statements, including, but not limited to, forecasted 2015 GAAP and constant currency revenue growth and GAAP and adjusted diluted earnings per share, as well as expectations of significant operating leverage in 2015. Actual results could differ materially from those in the forward-looking statements due to, among other things, conditions in the end markets we serve, customer reaction to new products and programs, our ability to achieve sales growth, price increases or cost reductions; changes in the reimbursement practices of third party payors; our ability to realize efficiencies and to execute on our strategic initiatives; changes in material costs and surcharges; market acceptance and unanticipated difficulties in connection with the introduction of new products and product line extensions; product recalls; unanticipated difficulties in connection with the consolidation of manufacturing and administrative functions, including as a result of difficulties with various employees, labor representatives or regulators; the loss of skilled employees in connection with such initiatives; unanticipated difficulties, expenditures and delays in complying with government regulations applicable to our businesses; the impact of government healthcare reform legislation; our ability to meet our debt obligations; changes in general and international economic conditions; and other factors described or incorporated in our filings with the Securities and Exchange Commission, including our Annual Report on Form 10-K for the year ended December 31, 2014.

TELEFLEX INCORPORATED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

Three Months Ended

	<u>December 31,</u> <u>2014</u>	<u>December 31,</u> <u>2013</u>
	(Dollars and shares in thousands, except per share)	
Net revenues	\$ 476,008	\$ 450,539
Cost of goods sold	<u>234,993</u>	<u>225,596</u>
Gross profit	241,015	224,943
Selling, general and administrative expenses	153,265	143,756
Research and development expenses	17,237	17,876
Restructuring and other impairment charges	<u>1,358</u>	<u>9,247</u>
Income from continuing operations before interest and taxes	69,155	54,064
Interest expense	16,808	14,339
Interest income	<u>(212)</u>	<u>(166)</u>
Income from continuing operations before taxes	52,559	39,891
Taxes on income from continuing operations	<u>426</u>	<u>4,589</u>
Income from continuing operations	<u>52,133</u>	<u>35,302</u>
Loss from discontinued operations before taxes	(1,541)	(459)
Tax benefit on loss from discontinued operations	<u>(353)</u>	<u>(223)</u>
Loss from discontinued operations	<u>(1,188)</u>	<u>(236)</u>
Net income	50,945	35,066
Less: Income from continuing operations attributable to noncontrolling interest	<u>307</u>	<u>238</u>
Net income attributable to common shareholders	<u>\$ 50,638</u>	<u>\$ 34,828</u>
Earnings per share available to common shareholders:		
Basic:		
Income from continuing operations	\$ 1.25	\$ 0.85
Loss from discontinued operations	<u>(0.03)</u>	<u>—</u>
Net income	<u>\$ 1.22</u>	<u>\$ 0.85</u>
Diluted:		
Income from continuing operations	\$ 1.10	\$ 0.78
Loss from discontinued operations	<u>(0.03)</u>	<u>(0.01)</u>
Net income	<u>\$ 1.07</u>	<u>\$ 0.77</u>
Dividends per share	\$ 0.34	\$ 0.34
Weighted average common shares outstanding:		
Basic	41,425	41,161
Diluted	47,112	45,033
Amounts attributable to common shareholders:		
Income from continuing operations, net of tax	\$ 51,826	\$ 35,064
Loss from discontinued operations, net of tax	<u>(1,188)</u>	<u>(236)</u>
Net income	<u>\$ 50,638</u>	<u>\$ 34,828</u>

TELEFLEX INCORPORATED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

	<u>Year Ended</u>	
	<u>December 31,</u> <u>2014</u>	<u>December 31,</u> <u>2013</u>
	(Dollars and shares in thousands, except per share)	
Net revenues	\$ 1,839,832	\$ 1,696,271
Cost of goods sold	<u>897,404</u>	<u>857,326</u>
Gross profit	942,428	838,945
Selling, general and administrative expenses	578,657	502,187

Research and development expenses	61,040	65,045
Restructuring and other impairment charges	17,869	38,452
Income from continuing operations before interest and taxes	284,862	233,261
Interest expense	65,458	56,905
Interest income	(706)	(624)
Loss on extinguishments of debt	—	1,250
Income from continuing operations before taxes	220,110	175,730
Taxes on income from continuing operations	28,650	23,547
Income from continuing operations	191,460	152,183
Loss from discontinued operations before taxes	(3,407)	(2,205)
Tax benefit on loss from discontinued operations	(698)	(1,770)
Loss from discontinued operations	(2,709)	(435)
Net income	188,751	151,748
Less: Income from continuing operations attributable to noncontrolling interest	1,072	867
Net income attributable to common shareholders	\$ 187,679	\$ 150,881

Earnings per share available to common shareholders:

Basic:

Income from continuing operations	\$ 4.60	\$ 3.68
Loss from discontinued operations	(0.06)	(0.01)
Net income	\$ 4.54	\$ 3.67

Diluted:

Income from continuing operations	\$ 4.10	\$ 3.46
Loss from discontinued operations	(0.06)	(0.01)
Net income	\$ 4.04	\$ 3.45

Dividends per share	\$ 1.36	\$ 1.36
---------------------	---------	---------

Weighted average common shares outstanding:

Basic	41,366	41,105
Diluted	46,470	43,693

Amounts attributable to common shareholders:

Income from continuing operations, net of tax	\$ 190,388	\$ 151,316
Loss from discontinued operations, net of tax	(2,709)	(435)
Net income	\$ 187,679	\$ 150,881

TELEFLEX INCORPORATED AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Unaudited)

December 31, December 31,
2014 2013
(Dollars in thousands)

ASSETS

Current assets

Cash and cash equivalents	\$ 303,236	\$ 431,984
Accounts receivable, net	273,704	295,290
Inventories, net	335,593	333,621
Prepaid expenses and other current assets	35,697	39,810
Prepaid taxes	40,256	36,504
Deferred tax assets	57,301	52,917
Assets held for sale	7,422	10,428
Total current assets	1,053,209	1,200,554
Property, plant and equipment, net	317,435	325,900
Goodwill	1,323,553	1,354,203
Intangible assets, net	1,216,720	1,255,597
Investments in affiliates	1,150	1,715

Deferred tax assets	1,178	943
Other assets	64,010	70,095
Total assets	<u>\$ 3,977,255</u>	<u>\$ 4,209,007</u>

LIABILITIES AND EQUITY

Current liabilities		
Current borrowings	\$ 368,401	\$ 356,287
Accounts payable	64,100	71,967
Accrued expenses	72,383	74,868
Current portion of contingent consideration	11,276	4,131
Payroll and benefit-related liabilities	85,442	73,090
Accrued interest	9,169	8,725
Income taxes payable	13,768	23,821
Other current liabilities	10,360	22,231
Total current liabilities	<u>634,899</u>	<u>635,120</u>
Long-term borrowings	700,000	930,000
Deferred tax liabilities	451,541	514,715
Pension and postretirement benefit liabilities	167,241	109,498
Noncurrent liability for uncertain tax provisions	50,884	55,152
Other liabilities	58,991	48,506
Total liabilities	<u>2,063,556</u>	<u>2,292,991</u>
Commitments and contingencies		
Common shareholders' equity		
Common shares, \$1 par value Issued: 2014 – 43,420 shares; 2013 – 43,243 shares	43,420	43,243
Additional paid-in capital	422,394	409,338
Retained earnings	1,827,845	1,696,424
Accumulated other comprehensive loss	(260,895)	(110,855)
	<u>2,032,764</u>	<u>2,038,150</u>
Less: Treasury stock, at cost	121,455	124,623
Total common shareholders' equity	<u>1,911,309</u>	<u>1,913,527</u>
Noncontrolling interest	2,390	2,489
Total equity	<u>1,913,699</u>	<u>1,916,016</u>
Total liabilities and equity	<u>\$ 3,977,255</u>	<u>\$ 4,209,007</u>

TELEFLEX INCORPORATED AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

	Year Ended	
	December 31, 2014	December 31, 2013
	(Dollars in thousands)	
Cash Flows from Operating Activities of Continuing Operations:		
Net income	\$ 188,751	\$ 151,748
Adjustments to reconcile net income to net cash provided by operating activities:		
Loss from discontinued operations	2,709	435
Depreciation expense	50,207	42,368
Amortization expense of intangible assets	60,926	50,608
Amortization expense of deferred financing costs and debt discount	15,897	14,959
Loss on extinguishments of debt	—	1,250
Impairment of long-lived assets	—	3,460
Changes in contingent consideration	(7,418)	(12,642)
Stock-based compensation	12,227	11,871
Deferred income taxes, net	(14,153)	(10,182)
Other	(8,968)	(1,319)
Changes in operating assets and liabilities, net of effects of acquisitions and disposals:		
Accounts receivable	9,394	(1,294)
Inventories	(15,531)	(8,931)
Prepaid expenses and other current assets	1,422	(5,926)
Accounts payable and accrued expenses	9,818	2,001

Income taxes receivable and payable, net	(15,040)	(7,107)
Net cash provided by operating activities from continuing operations	<u>290,241</u>	<u>231,299</u>
Cash Flows from Investing Activities of Continuing Operations:		
Expenditures for property, plant and equipment	(67,571)	(63,580)
Payments for businesses and intangibles acquired, net of cash acquired	(45,777)	(309,008)
Proceeds from sales of businesses and assets, net of cash sold	5,251	—
Investment in affiliates	(40)	(50)
Net cash used in investing activities from continuing operations	<u>(108,137)</u>	<u>(372,638)</u>
Cash Flows from Financing Activities of Continuing Operations:		
Proceeds from long-term borrowings	250,000	680,000
Repayment of long-term borrowings	(480,102)	(375,000)
Debt extinguishment, issuance and amendment fees	(4,494)	(6,400)
Proceeds from share based compensation plans and the related tax impacts	4,245	6,181
Payments to noncontrolling interest shareholders	(1,094)	(736)
Payments for contingent consideration	—	(16,958)
Dividends	(56,258)	(55,917)
Net cash (used in) provided by financing activities from continuing operations	<u>(287,703)</u>	<u>231,170</u>
Cash Flows from Discontinued Operations:		
Net cash used in operating activities	<u>(3,676)</u>	<u>(3,327)</u>
Net cash used in discontinued operations	<u>(3,676)</u>	<u>(3,327)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(19,473)</u>	<u>8,441</u>
Net (decrease) increase in cash and cash equivalents	<u>(128,748)</u>	<u>94,945</u>
Cash and cash equivalents at the beginning of the period	<u>431,984</u>	<u>337,039</u>
Cash and cash equivalents at the end of the period	<u>\$ 303,236</u>	<u>\$ 431,984</u>

Source: Teleflex Incorporated

Teleflex Incorporated
 Jake Elguicze
 Treasurer and Vice President of Investor Relations
 610-948-2836