

JABIL INC. AND SUBSIDIARIES
SUPPLEMENTAL DATA
RECONCILIATION OF U.S. GAAP FINANCIAL RESULTS TO NON-GAAP MEASURES
(in thousands, except for per share data)
(Unaudited)

	Fiscal Year Ended			
	August 31, 2019	August 31, 2018	August 31, 2017	August 31, 2016
Operating income (U.S. GAAP)	\$ 701,356	\$ 542,153	\$ 410,230	\$ 522,833
Amortization of intangibles	31,923	38,490	35,524	37,121
Stock-based compensation expense and related charges	61,346	98,511	48,544	58,997
Restructuring and related charges	25,914	36,902	160,395	11,369
Distressed customer charges	6,235	32,710	10,198	—
Business interruption and impairment charges, net	(2,860)	11,299	—	—
Acquisition and integration charges	52,697	8,082	—	—
Loss on disposal of subsidiaries	—	—	2,112	—
Adjustments to operating income	175,255	225,994	256,773	107,487
Core operating income (Non-GAAP)	\$ 876,611	\$ 768,147	\$ 667,003	\$ 630,320
Depreciation expense	\$ 739,910	\$ 735,213	\$ 724,857	\$ 659,542
CORE EBITDA (Non-GAAP)	\$ 1,616,521	\$ 1,503,360	\$ 1,391,860	\$ 1,289,862
Net income attributable to Jabil Inc. (U.S. GAAP)	\$ 287,111	\$ 86,330	\$ 129,090	\$ 254,095
Adjustments to operating income	175,255	225,994	256,773	107,487
Impairment on securities	—	—	11,539	—
Restructuring of securities loss	29,632	—	—	—
Adjustments for taxes ⁽¹⁾	(18,633)	146,206	(4,726)	(2,483)
Core earnings (Non-GAAP)	\$ 473,365	\$ 458,530	\$ 392,676	\$ 359,099
Diluted earnings per share (U.S. GAAP)	\$ 1.81	\$ 0.49	\$ 0.69	\$ 1.32
Diluted core earnings per share (Non-GAAP)	\$ 2.98	\$ 2.62	\$ 2.11	\$ 1.86
Diluted weighted average shares outstanding used in the calculations of earnings per share (U.S. GAAP and Non-GAAP)	158,647	175,044	185,838	192,750

⁽¹⁾ The fiscal year ended August 31, 2019 includes a \$13.3 million income tax benefit for the effects of the Tax Act. The three months and fiscal year ended August 31, 2018 includes a \$111.4 million and \$142.3 million, respectively, provisional estimate to account for the effects of the Tax Act.

JABIL INC. AND SUBSIDIARIES
SUPPLEMENTAL DATA
RETURN ON INVESTED CAPITAL AND CORE RETURN ON INVESTED CAPITAL
(in thousands)
(Unaudited)

	Fiscal Year Ended		
	August 31, 2019	August 31, 2018	August 31, 2017
Numerator:			
Operating income (U.S. GAAP)	\$ 701,356	\$ 542,153	\$ 410,230
Tax effect ⁽¹⁾	(183,381)	(300,979)	(137,087)
After-tax operating income	517,975	241,174	273,143
	x1	x1	x1
Annualized after-tax operating income	<u>\$ 517,975</u>	<u>\$ 241,174</u>	<u>\$ 273,143</u>
Core operating income (Non-GAAP)	\$ 876,611	\$ 768,147	\$ 667,003
Tax effect ⁽²⁾	(188,722)	(144,261)	(134,930)
After-tax core operating income	687,889	623,886	532,073
	x1	x1	x1
Annualized after-tax core operating income	<u>\$ 687,889</u>	<u>\$ 623,886</u>	<u>\$ 532,073</u>
Denominator:			
Average total Jabil Inc. stockholders' equity ⁽³⁾	\$ 1,918,850	\$ 2,151,886	\$ 2,395,843
Average notes payable and long-term debt, less current installments ⁽³⁾	2,307,393	2,063,047	1,853,302
Average current installments of notes payable and long-term debt ⁽³⁾	200,189	235,348	245,654
Average cash and cash equivalents ⁽³⁾	(1,210,646)	(1,223,934)	(1,050,989)
Net invested capital base	<u>\$ 3,215,786</u>	<u>\$ 3,226,347</u>	<u>\$ 3,443,810</u>
Return on Invested Capital (U.S. GAAP)	16.1%	7.5%	7.9%
Adjustments noted above	5.3%	11.8%	7.6%
Core Return on Invested Capital (Non-GAAP)	21.4%	19.3%	15.5%

⁽¹⁾ The tax effect is calculated by applying the U.S. GAAP effective tax rate for the fiscal years ended August 31, 2019, 2018, and 2017 to U.S. GAAP operating income less interest expense.

⁽²⁾ The tax effect is calculated by applying the core effective tax rate for the fiscal years ended August 31, 2019, 2018 and 2017 to core operating income less interest expense.

⁽³⁾ The average is based on the addition of the account balance at the end of the most recently-ended fiscal year to the account balance at the end of the prior fiscal year for the fiscal years ended August 31, 2019, 2018 and 2017 respectively, and dividing by two.

JABIL INC. AND SUBSIDIARIES
SUPPLEMENTAL DATA
ADJUSTED FREE CASH FLOW
(in thousands)
(Unaudited)

	Fiscal Year Ended	
	August 31, 2019	August 31, 2018
Net cash provided by (used in) operating activities (U.S. GAAP)⁽¹⁾	\$ 1,193,066	\$ (1,105,448)
Cash receipts on sold receivables	96,846	2,039,298
Adjusted cash provided by operating activities (Non-GAAP)	\$ 1,289,912	\$ 933,850
Acquisition of property, plant and equipment	(1,005,480)	(1,036,651)
Proceeds and advances from sale of property, plant and equipment	218,708	350,291
Adjusted free cash flow (Non-GAAP)	\$ 503,140	\$ 247,490

⁽¹⁾ In fiscal year 2019, the adoption of Accounting Standards Update ("ASU") 2016-15, "Classification of Certain Cash Receipts and Cash Payments" resulted in a reclassification of cash flows from operating activities to investing activities for cash receipts for the deferred purchase price receivable on asset-backed securitization transactions. The adoption of this standard does not reflect a change in the underlying business or activities. The effects of this change are applied retrospectively to all prior periods.