



Financial Results

For the fourth quarter ended December 31st and full year 2022

February 9th, 2023

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This presentation includes forward-looking statements, which may involve, but are not limited to: statements with respect to our objectives, anticipations and outlook or guidance in respect of various financial and global metrics and sources of contribution thereto, targets, goals, priorities, market and strategies, financial position, financial performance, market position, capabilities, competitive strengths, credit ratings, beliefs, prospects, plans, expectations, anticipations, estimates and intentions; general economic and business outlook, prospects and trends of an industry; customer value; expected demand for products and services; growth strategy; product development, including projected design, characteristics, capacity or performance; expected or scheduled entry-into-service of products and services, orders, deliveries, testing, lead times, certifications and execution of orders in general; competitive position; expectations regarding revenue and backlog mix; the expected impact of the legislative and regulatory environment and legal proceedings; strength of capital profile and balance sheet, creditworthiness, available liquidities and capital resources, expected financial requirements, and ongoing review of strategic and financial alternatives; the introduction of productivity enhancements, operational efficiencies, cost reduction and restructuring initiatives, and anticipated costs, intended benefits and timing thereof; the ability to continue business transition to growth cycle and cash generation; expectations, objectives and strategies regarding debt repayment, refinancing of maturities and interest cost reduction; compliance with restrictive debt covenants; expectations regarding the declaration and payment of dividends on our preferred shares; intentions and objectives for our programs, assets and operations; expectations regarding the availability of government assistance programs; both the repercussions of the COVID-19 pandemic and the impact of the ongoing military conflict between Ukraine and Russia on the foregoing and the effectiveness of plans and measures we have implemented in response thereto; and expectations regarding the strength of the market, inflationary and supply chain pressures, and ongoing economic recovery in the aftermath of the COVID-19 pandemic.

Forward-looking statements can generally be identified by the use of forward-looking terminology such as “may”, “will”, “shall”, “can”, “expect”, “estimate”, “intend”, “anticipate”, “plan”, “foresee”, “believe”, “continue”, “maintain” or “align”, the negative of these terms, variations of them or similar terminology. Forward-looking statements are presented for the purpose of assisting investors and others in understanding certain key elements of our current objectives, strategic priorities, expectations, guidance, outlook and plans, and in obtaining a better understanding of our business and anticipated operating environment. Readers are cautioned that such information may not be appropriate for other purposes.

By their nature, forward-looking statements require management to make assumptions and are subject to important known and unknown risks and uncertainties, which may cause our actual results in future periods to differ materially from forecast results set forth in forward-looking statements. While management considers these assumptions to be reasonable and appropriate based on information currently available, there is risk that they may not be accurate. The assumptions underlying the forward-looking statements made in this presentation include the following material assumptions: growth of the business aviation market and the Corporation's share of such market; proper identification of recurring cost savings and executing on our cost reduction plan; optimization of our real estate portfolio, including through the sale or other transactions in respect of real estate assets on favorable terms; and access to working capital facilities on market terms. For additional information, including with respect to other assumptions underlying the forward-looking statements made in this presentation, refer to the Forward-looking statements - Assumptions section of the Management Discussion & Analysis (MD&A) of the Corporation's financial report for the fiscal year ended December 31, 2022. Given the impact of the changing circumstances surrounding both the repercussions of the COVID-19 pandemic and the ongoing military conflict between Ukraine and Russia, including because of the emergence of COVID-19 variants and the imposition of financial and economic sanctions and export control limitations, and the related response from the Corporation, governments (federal, provincial and municipal, both domestic, foreign and multinational inter-governmental organizations), regulatory authorities, businesses, suppliers, customers, counterparties and third-party service providers, there is inherently more uncertainty associated with the Corporation's assumptions as compared to prior years.

Certain factors that could cause actual results to differ materially from those anticipated in the forward-looking statements include, but are not limited to: risks associated with general economic conditions; operational risks (such as risks related to development of new business; order backlog; deployment and execution of our strategy, including cost reductions and working capital improvements and manufacturing and productivity enhancement initiatives; developing new products and services; the certification of products and services; pressures on cash flows and capital expenditures, including due to seasonality and cyclical; doing business with partners; product performance warranty and casualty claim losses; environmental, health and safety concerns and regulations; dependence on limited number of contracts, customers and suppliers, including supply chain risks; human resources including the global availability of a skilled workforce; reliance on information systems (including technology vulnerabilities, cybersecurity threats and privacy breaches); reliance on and protection of intellectual property rights; reputation risks; adequacy of insurance coverage; risk management; and tax matters); financing risks (such as risks related to liquidity and access to capital markets; substantial debt and interest payment requirements, including execution of debt management and interest cost reduction strategies; restrictive and financial debt covenants; retirement benefit plan risk; exposure to credit risk; and reliance on government support); risks related to regulatory and legal proceedings; business environment risks (such as risks associated with the financial condition of business aircraft customers; trade policy; increased competition; political instability; financial and economic sanctions and export control limitations; global climate change; and force majeure events); market risks (such as foreign currency fluctuations; changing interest rates; increases in commodity prices; and inflation rate fluctuations); and other unforeseen adverse events. For more details, see the Risks and uncertainties section in Other in the MD&A of the Corporation's financial report for the fiscal year ended December 31, 2022. Any one or more of the foregoing factors may be exacerbated by the repercussions of the COVID-19 pandemic and the ongoing military conflict between Ukraine and Russia, and may have a significantly more severe impact on the Corporation's business, results of operations and financial condition than in the absence of such events.

Readers are cautioned that the foregoing list of factors that may affect future growth, results and performance is not exhaustive and undue reliance should not be placed on forward-looking statements. Other risks and uncertainties not presently known to us or that we presently believe are not material could also cause actual results or events to differ materially from those expressed or implied in our forward-looking statements. The forward-looking statements set forth herein reflect management's expectations as at the date of this report and are subject to change after such date. Unless otherwise required by applicable securities laws, we expressly disclaim any intention, and assume no obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. The forward-looking statements contained in this presentation are expressly qualified by this cautionary statement.

FINANCIAL HIGHLIGHTS AND GUIDANCE

For the fourth quarters and fiscal years ended December 31st

	Fourth quarters ended December 31 st		Fiscal years ended December 31 st		Original 2022 Guidance	Revised 2022 Guidance
	2021	2022	2021	2022		
Revenues ⁽¹⁾	\$1.8B	\$2.7B	\$6.1B	\$6.9B	> \$6.5B	> \$6.5B
Aircraft deliveries (in units)	38	49	120	123	> 120	> 120
Adjusted EBITDA ⁽¹⁾⁽²⁾ <i>Adjusted EBITDA margin</i> ⁽¹⁾⁽³⁾	\$232M 13.1%	\$352M 13.3%	\$640M 10.5%	\$930M 13.5%	> \$825M	> \$825M
Reported EBIT ⁽¹⁾ <i>Reported EBIT margin</i> ⁽¹⁾⁽⁴⁾	\$138M 7.8%	\$207M 7.8%	\$241M 4.0%	\$538M 7.8%	n/a	n/a
Adjusted EBIT ⁽¹⁾⁽²⁾ <i>Adjusted EBIT margin</i> ⁽¹⁾⁽³⁾	\$113M 6.4%	\$211M 7.9%	\$223M 3.7%	\$512M 7.4%	> \$375M	> \$375M
Free Cash Flow ⁽¹⁾⁽²⁾	\$314M	\$169M	\$100M	\$735M	> \$50M	> \$515M

1. Includes continuing operations only.

2. Non-GAAP financial measure. A non-GAAP financial measure is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

3. Non-GAAP financial ratio. A non-GAAP financial ratio is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

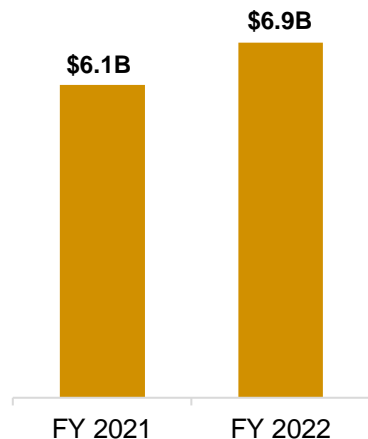
4. Supplementary financial measure. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics.

n/a: not applicable

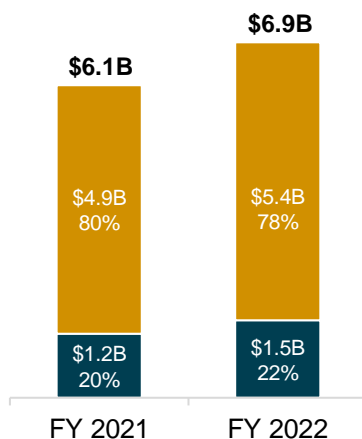
REVENUES

For the fiscal years ended December 31st

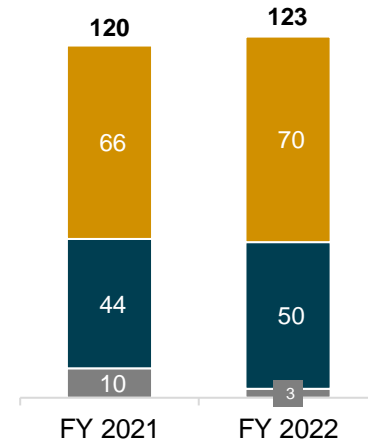
REVENUES¹



REVENUES BREAKDOWN¹



AIRCRAFT DELIVERIES²



■ Manufacturing & Other ■ Aftermarket

■ Large ■ Medium ■ Light

Note: Chart data may not be to scale.

1. Includes continuing operations only.

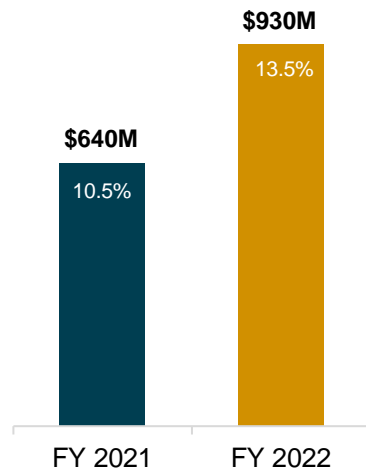
2. Bombardier delivered its last *Learjet* aircraft in the first quarter of 2022.

EARNINGS

For the fiscal years ended December 31st

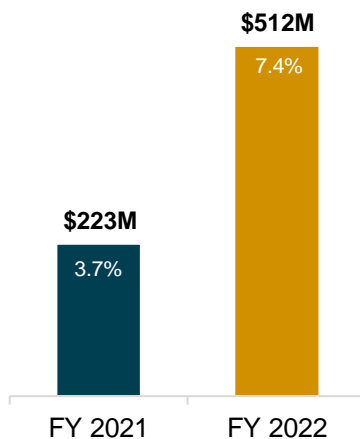
ADJUSTED EBITDA^{1,2}

Adjusted EBITDA margin^{1,3}



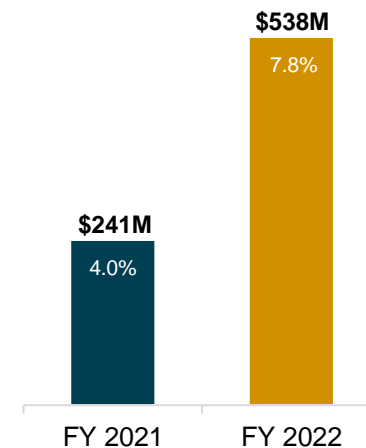
ADJUSTED EBIT^{1,2}

Adjusted EBIT margin^{1,3}



REPORTED EBIT¹

Reported EBIT margin^{1,4}



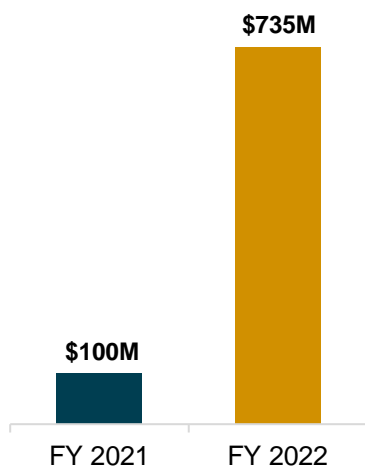
Note: Chart data may not be to scale.

1. Includes continuing operations only.
2. Non-GAAP financial measure. A non-GAAP financial measure is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.
3. Non-GAAP financial ratio. A non-GAAP financial ratio is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.
4. Supplementary financial measure. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics.

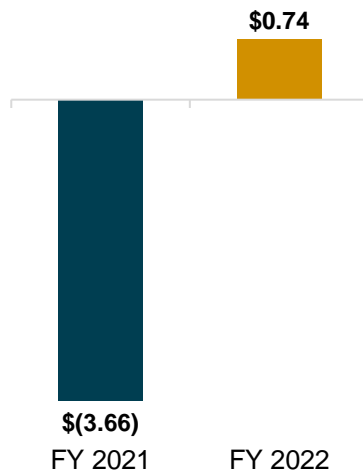
FREE CASH FLOW AND EPS

For the fiscal years ended December 31st

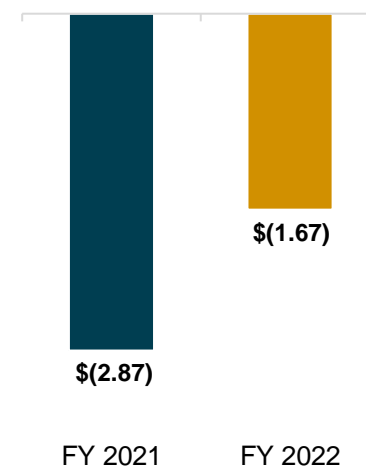
TOTAL FCF^{1,2}



ADJUSTED EPS^{1,3,4}



DILUTED EPS^{1,4}



Note: Chart data may not be to scale.

1. Includes continuing operations only.
2. Non-GAAP financial measure. A non-GAAP financial measure is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.
3. Non-GAAP financial ratio. A non-GAAP financial ratio is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.
4. As of June 13, 2022, Bombardier proceeded with a Share Consolidation of the Corporation's Class A shares and Class B shares (subordinate voting) at a consolidation ratio of 25-for-1. As a result, the comparative periods have been retroactively restated to reflect the Share Consolidation.

2023 GUIDANCE

For the fiscal year ended
December 31st 2022

2023
Guidance⁽¹⁾

Aircraft deliveries (in units)

123

> 138

Revenues

\$6.9B

> \$7.6B

Adjusted EBITDA⁽²⁾

\$930M

> \$1,125M

Adjusted EBITDA margin⁽³⁾

13.5%

Adjusted EBIT⁽²⁾

\$512M

> \$695M

Adjusted EBIT margin⁽³⁾

7.4%

Free cash flow⁽²⁾

\$735M

> \$250M

1. See the forward-looking statements disclaimer.

2. Non-GAAP financial measure. A non-GAAP financial measure is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

3. Non-GAAP financial ratio. A non-GAAP financial ratio is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.



BOMBARDIER
Exceptional by design

FINANCIAL PERFORMANCE

For the fiscal years ended December 31st

	2022	2021	Variance
Revenues ⁽¹⁾	\$6,913	\$6,085	14%
Adjusted EBITDA ⁽¹⁾⁽²⁾	\$930	\$640	45%
Adjusted EBITDA margin ⁽¹⁾⁽³⁾	13.5%	10.5%	300 bps
Adjusted EBIT ⁽¹⁾⁽²⁾	\$512	\$223	130%
Adjusted EBIT margin ⁽¹⁾⁽³⁾	7.4%	3.7%	370 bps
EBIT ⁽¹⁾	\$538	\$241	123%
EBIT margin ⁽¹⁾⁽⁴⁾	7.8%	4.0%	380 bps
Cash flow from operating activities ⁽¹⁾	\$1,072	\$332	\$740
Free cash flow ⁽¹⁾⁽²⁾	\$735	\$100	\$635
Diluted EPS ⁽¹⁾⁽⁵⁾	\$(1.67)	\$(2.87)	\$1.20
Adjusted EPS ⁽¹⁾⁽²⁾⁽⁵⁾	\$0.74	\$(3.66)	\$4.40
Deliveries (in units)	123	120	3

	As at December 31, 2022	As at December 31, 2021	Variance
Order backlog (in billions of dollars) ⁽⁶⁾	\$14.8	\$12.2	21%

1. Includes continuing operations only.

2. Non-GAAP financial measure. A non-GAAP financial measure is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

3. Non-GAAP financial ratio. A non-GAAP financial ratio is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

4. Supplementary financial measure. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics.

5. As of June 13, 2022, Bombardier proceeded with a Share Consolidation of the Corporation's Class A shares and Class B shares (subordinate voting) at a consolidation ratio of 25-for-1. As a result, the comparative periods have been retroactively restated to reflect the Share Consolidation.

6. Includes order backlog for both manufacturing and services.

FINANCIAL PERFORMANCE

For the fourth quarters ended December 31st

	Q4 2022	Q4 2021	Variance
Revenues ⁽¹⁾	\$2,655	\$1,771	50%
Adjusted EBITDA ⁽¹⁾⁽²⁾	\$352	\$232	52%
Adjusted EBITDA margin ⁽¹⁾⁽³⁾	13.3%	13.1%	20 bps
Adjusted EBIT ⁽¹⁾⁽²⁾	\$211	\$113	87%
Adjusted EBIT margin ⁽¹⁾⁽³⁾	7.9%	6.4%	150 bps
EBIT ⁽¹⁾	\$207	\$138	50%
EBIT margin ⁽¹⁾⁽⁴⁾	7.8%	7.8%	-
Cash flow from operating activities ⁽¹⁾	\$311	\$393	(21)%
Free cash flow ⁽¹⁾⁽²⁾	\$169	\$314	(46)%
Diluted EPS ⁽¹⁾⁽⁵⁾	\$2.40	\$2.35	\$0.05
Adjusted EPS ⁽¹⁾⁽²⁾⁽⁵⁾	\$2.09	\$0.74	\$1.35
Deliveries (in units)	49	38	11

1. Includes continuing operations only.

2. Non-GAAP financial measure. A non-GAAP financial measure is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

3. Non-GAAP financial ratio. A non-GAAP financial ratio is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

4. Supplementary financial measure. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics.

5. As of June 13, 2022, Bombardier proceeded with a Share Consolidation of the Corporation's Class A shares and Class B shares (subordinate voting) at a consolidation ratio of 25-for-1. As a result, the comparative periods have been retroactively restated to reflect the Share Consolidation.

CAUTION REGARDING NON-GAAP AND OTHER FINANCIAL MEASURES

Non-GAAP and other financial measures	
Non-GAAP Financial Measures	
Adjusted EBIT	EBIT excluding special items. Special items comprise items which do not reflect the Corporation's core performance or where their separate presentation will assist users of the consolidated financial statements in understanding the Corporation's results for the period. Such items include, among others, the impact of restructuring charges, impact of business disposals and significant impairment charges and reversals.
Adjusted EBITDA	Adjusted EBIT plus amortization and impairment charges on PP&E and intangible assets.
Adjusted net income (loss)	Net income (loss) from continuing operations excluding special items, accretion on net retirement benefit obligations, certain net gains and losses arising from changes in measurement of provisions and of financial instruments carried at FVTP&L and the related tax impacts of these items.
Free cash flow (usage)	Cash flows from operating activities - continued operations less net additions to PP&E and intangible assets.
Non-GAAP Ratios	
Adjusted EPS	EPS calculated based on adjusted net income attributable to equity holders of Bombardier Inc., using the treasury stock method, giving effect to the exercise of all dilutive elements.
Adjusted EBIT margin	Adjusted EBIT, as a percentage of total revenues.
Adjusted EBITDA margin	Adjusted EBITDA, as a percentage of total revenues.
Supplementary Financial Measure	
EBIT margin	EBIT, as a percentage of total revenues.

CAUTION REGARDING NON-GAAP AND OTHER FINANCIAL MEASURES

Non-GAAP and other financial measures are measures mainly derived from the consolidated financial statements but are not standardized financial measures under the financial reporting framework used to prepare our financial statements. Therefore, these might not be comparable to similar non-GAAP and other financial measures used by other issuers. The exclusion of certain items from non-GAAP or other financial measures does not imply that these items are necessarily non-recurring.

Adjusted EBIT

Adjusted EBIT is defined as the EBIT excluding special items⁽¹⁾ which comprise items that do not reflect our core performance or where their separate presentation will assist users in understanding our results for the period. Management uses adjusted EBIT for purposes of evaluating underlying business performance. Management believes presentation of this non-GAAP operating earnings measure in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increases the transparency and clarity of the core results of our business. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Adjusted EBITDA

Adjusted EBITDA is defined as the EBIT excluding special items⁽¹⁾, amortization and impairment charges on PP&E and intangible assets. Management uses adjusted EBITDA for purposes of evaluating underlying business performance. Management believes this non-GAAP operating earnings measure in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increases the transparency and clarity of the core results of our business, since it excludes the effects of items that are usually associated with investing or financing activities and items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Adjusted net income (loss)

Adjusted net income (loss) is defined as the net income (loss) from continuing operations adjusted for certain specific items that are significant but are not, based on management's judgment, reflective of the Corporation's underlying operations. These include adjustments to EBIT related to special items⁽¹⁾, net financing expense (income) and other adjusting items for the period. Management uses adjusted net income (loss) for purposes of evaluating underlying business performance. Management believes this non-GAAP earnings measure in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increase the transparency and clarity of the core results of our business. Adjusted net income (loss) excludes items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Adjusted EPS

Adjusted EPS is defined as the adjusted net income (loss) attributable to equity shareholders of Bombardier Inc., divided by the weighted-average diluted number of common shares for the period. Management uses adjusted EPS for purposes of evaluating underlying business performance. Management believes this non-GAAP financial ratio in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increases the transparency and clarity of the core results of our business. Adjusted EPS excludes items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

CAUTION REGARDING NON-GAAP AND OTHER FINANCIAL MEASURES

Adjusted EBIT margin

Adjusted EBIT margin is defined as the adjusted EBIT expressed as a percentage of total revenues. Management uses adjusted EBIT margin for purposes of evaluating underlying business performance. Management believes this non-GAAP financial ratio in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increase the transparency and clarity of the core results of our business. Adjusted EBIT margin excludes items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Adjusted EBITDA margin

Adjusted EBITDA margin is defined as the adjusted EBITDA expressed as a percentage of total revenues. Management uses adjusted EBITDA margin for purposes of evaluating underlying business performance. Management believes this non-GAAP financial ratio in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increase the transparency and clarity of the core results of our business. Adjusted EBITDA margin excludes items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Free cash flow (usage)

Free cash flow is defined as cash flows from operating activities - continued operations less net additions to PP&E and intangible assets. Management believes that this non-GAAP cash flow measure provides investors with an important perspective on the Corporation's generation of cash available for shareholders, debt repayment, and acquisitions after making the capital investments required to support ongoing business operations and long-term value creation. This non-GAAP cash flow measure does not represent the residual cash flow available for discretionary expenditures as it excludes certain mandatory expenditures such as repayment of maturing debt. Management uses free cash flow as a measure to assess both business performance and overall liquidity generation.

RECONCILIATION OF NON-GAAP AND OTHER FINANCIAL MEASURES

Reconciliation of adjusted EBIT to EBIT and computation of adjusted EBIT margin⁽¹⁾

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2022	2021	2022	2021
EBIT	\$ 207	\$ 138	\$ 538	\$ 241
Special items	4	(25)	(26)	(18)
Adjusted EBIT	\$ 211	\$ 113	\$ 512	\$ 223
Total revenues	\$ 2,655	\$ 1,771	\$ 6,913	\$ 6,085
Adjusted EBIT margin	7.9%	6.4%	7.4%	3.7%

Reconciliation of adjusted EBITDA to EBIT and computation of adjusted EBITDA margin⁽¹⁾

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2022	2021	2022	2021
EBIT	\$ 207	\$ 138	\$ 538	\$ 241
Amortization	140	119	415	417
Impairment charges on PP&E and intangible assets ⁽²⁾	1	—	3	3
Special items excluding impairment charges on PP&E and intangible assets ⁽²⁾	4	(25)	(26)	(21)
Adjusted EBITDA	\$ 352	\$ 232	\$ 930	\$ 640
Total Revenues	\$ 2,655	\$ 1,771	\$ 6,913	\$ 6,085
Adjusted EBITDA margin	13.3%	13.1%	13.5%	10.5%

Reconciliation of adjusted net income to net income and computation of adjusted EPS⁽¹⁾

	Fourth quarters ended December 31			
	2022		2021	
	(per share)		(per share)	
Net income from continuing operations	\$ 241		\$ 239	
Adjustments to EBIT related to special items ⁽²⁾	4	\$ 0.04	(25)	\$ (0.25)
Adjustments to net financing expense related to:				
Net gain on certain financial instruments	(44)	(0.45)	(143)	(1.45)
Accretion on net retirement benefit obligations	8	0.08	10	0.10
Losses on repayment of long-term debt ⁽²⁾	3	0.03	—	—
Tax impact of special ⁽²⁾ and other adjusting items	(1)	(0.01)	(1)	(0.01)
Adjusted net income	211		80	
Preferred share dividends, including taxes	(7)		(7)	
Adjusted net income attributable to equity holders of Bombardier Inc.	\$ 204		\$ 73	
Weighted-average adjusted diluted number of common shares (in thousands)⁽³⁾		97,423		98,534
Adjusted EPS (in dollars)⁽³⁾		\$ 2.09		\$ 0.74

(1) Includes continuing operations only.

(2) Refer to the Consolidated results of operations section for details regarding special items in the MD&A of the Corporation's financial report for the fiscal year ended December 31, 2022.

(3) As of June 13, 2022, Bombardier proceeded with a Share Consolidation of the Corporation's Class A shares and Class B shares (subordinate voting) at a consolidation ratio of 25-for-1. As a result, the comparative periods have been retroactively restated to reflect the Share Consolidation.

RECONCILIATION OF NON-GAAP AND OTHER FINANCIAL MEASURES

Reconciliation of adjusted EPS to diluted EPS (in dollars)⁽¹⁾

	Fourth quarters ended December 31	
	2022	2021
Diluted EPS from continuing operations ⁽²⁾	\$ 2.40	\$ 2.35
Impact of special ⁽²⁾ and other adjusting items	(0.31)	(1.61)
Adjusted EPS⁽³⁾	\$ 2.09	\$ 0.74

Reconciliation of adjusted net income (loss) to net loss and computation of adjusted EPS⁽¹⁾

	Fiscal years ended December 31			
	2022		2021	
	(per share)		(per share)	
Net loss from continuing operations	\$ (128)	\$ (249)		
Adjustments to EBIT related to special items ⁽²⁾	(26)	(18)	\$ (0.27)	\$ (0.19)
Adjustments to net financing expense related to:				
Net loss (gain) on certain financial instruments	228	(310)	2.34	(3.22)
Accretion on net retirement benefit obligations	31	40	0.32	0.42
Changes in discount rates of provisions	(2)	—	(0.02)	—
Losses (gains) on repayment of long-term debt ⁽²⁾	(1)	212	(0.01)	2.20
Tax impact of special ⁽²⁾ and other adjusting items	(1)	(1)	(0.01)	(0.01)
Adjusted net income (loss)	101	(326)		
Preferred share dividends, including taxes	(29)	(27)		
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$ 72	\$ (353)		
Weighted-average adjusted diluted number of common shares (in thousands)⁽³⁾			97,642	96,334
Adjusted EPS (in dollars)⁽³⁾			\$ 0.74	\$ (3.66)

Reconciliation of adjusted EPS to diluted EPS (in dollars)⁽¹⁾

	Fiscal years ended December 31	
	2022	2021
Diluted EPS from continuing operations ⁽²⁾	\$ (1.67)	\$ (2.87)
Impact of special ⁽²⁾ and other adjusting items	2.41	(0.79)
Adjusted EPS⁽³⁾	\$ 0.74	\$ (3.66)

(1) Includes continuing operations only.

(2) Refer to the Consolidated results of operations section for details regarding special items in the MD&A of the Corporation's financial report for the fiscal year ended December 31, 2022.

(3) As of June 13, 2022, Bombardier proceeded with a Share Consolidation of the Corporation's Class A shares and Class B shares (subordinate voting) at a consolidation ratio of 25-for-1. As a result, the comparative periods have been retroactively restated to reflect the Share Consolidation.

RECONCILIATION OF NON-GAAP AND OTHER FINANCIAL MEASURES

Reconciliation of free cash flow to cash flow from operating activities⁽¹⁾

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2022	2021	2022	2021
Cash flows from operating activities - continuing operations	\$ 311	\$ 393	\$ 1,072	\$ 332
Net additions to PP&E and intangible assets	(142)	(79)	(337)	(232)
Free cash flow from continuing operations	\$ 169	\$ 314	\$ 735	\$ 100

⁽¹⁾ Includes continuing operations only.