

Reconciliation of segment to consolidated results

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2017	2016	2017	2016
Revenues				
Business Aircraft	\$ 1,473	\$ 1,651	\$ 4,961	\$ 5,741
Commercial Aircraft	677	699	2,382	2,617
Aerostructures and Engineering Services	413	319	1,570	1,549
Transportation	2,493	1,948	8,525	7,574
Corporate and Elimination	(341)	(237)	(1,220)	(1,142)
	\$ 4,715	\$ 4,380	\$ 16,218	\$ 16,339
EBIT before special items				
Business Aircraft	\$ 120	\$ 100	\$ 416	\$ 369
Commercial Aircraft	(142)	(141)	(377)	(417)
Aerostructures and Engineering Services	63	30	157	124
Transportation	217	181	712	560
Corporate and Elimination	(43)	(66)	(236)	(209)
	\$ 215	\$ 104	\$ 672	\$ 427
Special Items				
Business Aircraft	\$ (9)	\$ 1	\$ 25	\$ (108)
Commercial Aircraft	5	3	8	486
Aerostructures and Engineering Services	13	6	7	(4)
Transportation	11	20	295	164
Corporate and Elimination	46	—	91	(53)
	\$ 66	\$ 30	\$ 426	\$ 485
EBIT				
Business Aircraft	\$ 129	\$ 99	\$ 391	\$ 477
Commercial Aircraft	(147)	(144)	(385)	(903)
Aerostructures and Engineering Services	50	24	150	128
Transportation	206	161	417	396
Corporate and Elimination	(89)	(66)	(327)	(156)
	\$ 149	\$ 74	\$ 246	\$ (58)

Reconciliation of EBITDA before special items and EBITDA to EBIT

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2017	2016	2017	2016
EBIT	\$ 149	\$ 74	\$ 246	\$ (58)
Amortization	89	99	314	371
Impairment charges on PP&E and intangible assets ⁽¹⁾	6	10	51	10
EBITDA	244	183	611	323
Special items excluding impairment charges on PP&E and intangible assets ⁽¹⁾	60	20	382	475
EBITDA before special items	\$ 304	\$ 203	\$ 993	\$ 798

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

Computation of diluted EPS

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2017	2016	2017	2016
Net loss attributable to equity holders of Bombardier Inc.	\$ (108)	\$ (251)	\$ (516)	\$ (1,022)
Preferred share dividends, including taxes	(8)	(14)	(27)	(32)
Net loss attributable to common equity holders of Bombardier Inc.	\$ (116)	\$ (265)	\$ (543)	\$ (1,054)
Weighted-average diluted number of common shares (in thousands of shares)	2,194,868	2,194,304	2,195,379	2,212,547
Diluted EPS (in dollars)	\$ (0.05)	\$ (0.12)	\$ (0.25)	\$ (0.48)

Computation of adjusted EPS

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2017	2016	2017	2016
Adjusted net income (loss)	\$ 51	\$ (141)	\$ 63	(268)
Net (income) loss attributable to NCI	1	8	37	(41)
Preferred share dividends, including taxes	(8)	(14)	(27)	(32)
Dilutive impact of CDPQ conversion option	(2)	—	—	—
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$ 42	\$ (147)	\$ 73	\$ (341)
Weighted-average adjusted diluted number of common shares (in thousands of shares)	2,311,057	2,194,304	2,264,722	2,212,547
Adjusted EPS (in dollars)⁽¹⁾	\$ 0.02	\$ (0.07)	\$ 0.03	\$ (0.15)

⁽¹⁾ Refer to the Non-GAAP financial measures section in the MD&A of the Corporation's financial report for the fiscal year ended December 31, 2017 for definitions of these metrics and reconciliations to the most comparable IFRS measures.

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

	Fourth quarters ended December 31			
	2017		2016	
	(per share)		(per share)	
Net loss	\$ (109)	\$ (259)		
Adjustments to EBIT related to special items ⁽¹⁾	66	0.03	30	0.01
Adjustments to net financing expense related to:				
Loss on repurchase of long-term debt ⁽¹⁾	23	0.01	86	0.04
Accretion on net retirement benefit obligations	19	0.01	16	0.01
Net change in provisions arising from changes in interest rates and net loss on certain financial instruments	57	0.02	(12)	(0.01)
Tax impact of special ⁽¹⁾ and other adjusting items	(5)	0.00	(2)	0.00
Adjusted net income (loss)	51	(141)		
Net loss attributable to NCI	1	8		
Preferred share dividends, including taxes	(8)	(14)		
Dilutive impact of CDPQ conversion option	(2)	—		
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$ 42	\$ (147)		
Weighted-average adjusted diluted number of common shares (in thousands)		2,311,057		2,194,304
Adjusted EPS		\$ 0.02		\$ (0.07)

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Fourth quarters ended December 31	
	2017	2016
	(per share)	(per share)
Diluted EPS	\$ (0.05)	\$ (0.12)
Impact of special ⁽¹⁾ and other adjusting items	0.07	0.05
Adjusted EPS	\$ 0.02	\$ (0.07)

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

	Fiscal years ended December 31			
	2017		2016	
	(per share)		(per share)	
Net loss	\$ (553)	\$ (981)		
Adjustments to EBIT related to special items ⁽¹⁾	426	0.19	485	0.22
Adjustments to net financing expense related to:				
Loss on repurchase of long-term debt ⁽¹⁾	23	0.01	86	0.04
Accretion on net retirement benefit obligations	78	0.04	66	0.03
Net change in provisions arising from changes in interest rates and net loss (gain) on certain financial instruments ⁽¹⁾	95	0.04	63	0.03
Interest portion of gains related to special items ⁽¹⁾	11	0.01	26	0.01
Transaction costs related to the conversion option embedded in the CDPQ investment ⁽¹⁾	—	—	8	0.01
Tax impact of special ⁽¹⁾ and other adjusting items	(17)	(0.01)	(21)	(0.01)
Adjusted net income (loss)	63	(268)		
Net (income) loss attributable to NCI	37	(41)		
Preferred share dividends, including taxes	(27)	(32)		
Adjusted net income (loss) attributable to equity holders of Bombardier Inc.	\$ 73	\$ (341)		
Weighted-average adjusted diluted number of common shares (in thousands)		2,264,722		2,212,547
Adjusted EPS		\$ 0.03		\$ (0.15)

⁽¹⁾ Refer to the Consolidated results of operations section in the MD&A of the Corporation's financial report for the fiscal year ended December 31, 2017 for details regarding special items.

Reconciliation of adjusted EPS to diluted EPS (in dollars)

	Fiscal years ended December 31	
	2017	2016
Diluted EPS	\$ (0.25)	\$ (0.48)
Impact of special ⁽¹⁾ and other adjusting items	0.28	0.33
Adjusted EPS	\$ 0.03	\$ (0.15)

⁽¹⁾ Refer to the Consolidated results of operations section in the MD&A of the Corporation's financial report for the fiscal year ended December 31, 2017 for details regarding special items.

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

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2017	2016	2017	2016
Cash flows from operating activities	\$ 1,237	\$ 823	\$ 531	\$ 137
Net additions to PP&E and intangible assets	(365)	(327)	(1,317)	(1,201)
Free cash flow (usage)	\$ 872	\$ 496	\$ (786)	\$ (1,064)