

**FLEX**  
**RECONCILIATION OF GAAP TO NON-GAAP FINANCIAL MEASURES**  
(In thousands, except per share amounts)

	<u>Q1 FY17</u>		<u>Q2 FY17</u>		<u>Q3 FY17</u>		<u>Q4 FY17</u>		<u>Q1 FY18</u>		<u>Q2 FY18</u>		<u>Q3 FY18</u>		<u>Q4 FY18</u>	
<b>GAAP gross profit</b>	\$ 405,995	6.9%	\$ 313,691	5.2%	\$ 416,455	6.8%	\$ 384,804	6.6%	\$ 406,932	6.8%	\$ 393,325	6.3%	\$ 446,328	6.6%	\$ 349,297	5.4%
Stock-based compensation expense	2,433		2,636		2,437		2,517		3,319		4,985		5,358		5,440	
Distressed customers asset impairments <sup>(1)</sup>	-		92,915		-		-		-		-		-		-	
Restructuring charges <sup>(8)</sup>	-		6,824		14,968		16,966		-		7,981		-		58,864	
Contingencies and other <sup>(2)</sup>	-		-		-		14,769		-		10,952		-		15,679	
<b>Non-GAAP gross profit</b>	<u>\$ 408,428</u>	<u>6.9%</u>	<u>\$ 416,066</u>	<u>6.9%</u>	<u>\$ 433,860</u>	<u>7.1%</u>	<u>\$ 419,056</u>	<u>7.1%</u>	<u>\$ 410,251</u>	<u>6.8%</u>	<u>\$ 417,243</u>	<u>6.7%</u>	<u>\$ 451,686</u>	<u>6.7%</u>	<u>\$ 429,280</u>	<u>6.7%</u>
<b>GAAP SG&amp;A Expenses <sup>(3)</sup></b>	\$ 239,546	4.1%	\$ 239,228	4.0%	\$ 229,098	3.7%	\$ 229,467	3.9%	\$ 250,811	4.2%	\$ 274,149	4.4%	\$ 247,365	3.7%	\$ 247,074	3.9%
Stock-based compensation expense	(21,364)		(20,097)		(18,344)		(12,439)		(18,477)		(15,480)		(15,400)		(16,785)	
Distressed customers, contingencies and other <sup>(1) (2)</sup>	-		-		-		(2,934)		-		(29,753)		-		(1,498)	
<b>Non-GAAP SG&amp;A Expenses</b>	<u>\$ 218,182</u>	<u>3.7%</u>	<u>\$ 219,131</u>	<u>3.6%</u>	<u>\$ 210,754</u>	<u>3.4%</u>	<u>\$ 214,094</u>	<u>3.7%</u>	<u>\$ 232,334</u>	<u>3.9%</u>	<u>\$ 228,916</u>	<u>3.7%</u>	<u>\$ 231,965</u>	<u>3.4%</u>	<u>\$ 228,791</u>	<u>3.6%</u>
<b>GAAP income before income taxes</b>	\$ 116,923		\$ 14,742		\$ 140,242		\$ 98,941		\$ 145,509		\$ 218,413		\$ 141,160		\$ 15,811	
Intangible amortization	21,598		21,986		18,734		19,078		19,901		16,376		19,588		22,775	
Stock-based compensation expense	23,797		22,733		20,781		14,955		21,796		20,464		20,758		22,226	
Distressed customers asset impairments <sup>(1)</sup>	-		92,915		-		-		-		4,753		-		1,498	
Restructuring charges <sup>(8)</sup>	-		11,539		17,421		20,435		-		7,981		-		82,710	
Contingencies and other <sup>(2)</sup>	-		-		-		17,704		-		35,952		-		15,679	
Other charges (income), net <sup>(4)(5)</sup>	3,529		8,388		3,090		6,186		(36,165)		(143,167)		6,865		2,748	
Interest and other, net	24,399		24,632		22,838		27,663		26,876		27,554		31,350		37,043	
<b>Non-GAAP operating income</b>	<u>\$ 190,246</u>	<u>3.2%</u>	<u>\$ 196,935</u>	<u>3.3%</u>	<u>\$ 223,106</u>	<u>3.6%</u>	<u>\$ 204,962</u>	<u>3.5%</u>	<u>\$ 177,917</u>	<u>3.0%</u>	<u>\$ 188,326</u>	<u>3.0%</u>	<u>\$ 219,721</u>	<u>3.3%</u>	<u>\$ 200,490</u>	<u>3.1%</u>
<b>GAAP provision for income taxes</b>	\$ 11,194	9.6%	\$ 17,250	117.0%	\$ 10,773	7.7%	\$ 12,067	12.2%	\$ 20,799	14.3%	\$ 13,327	6.1%	\$ 22,827	16.2%	\$ 35,406	223.9%
Intangible amortization benefit	1,850		1,825		1,776		1,725		1,766		2,250		2,185		2,605	
Valuation allowance and tax receivable, net <sup>(6)</sup>	-		-		-		-		-		-		-		(27,507)	
Tax benefit on restructuring and other	-		196		1,684		1,132		-		2,738		-		5,746	
Tax benefit on intangible assets	638		-		-		-		-		-		-		-	
<b>Non-GAAP provision for income taxes</b>	<u>\$ 13,682</u>	<u>8.4%</u>	<u>\$ 19,271</u>	<u>11.2%</u>	<u>\$ 14,233</u>	<u>7.2%</u>	<u>\$ 14,924</u>	<u>8.7%</u>	<u>\$ 22,565</u>	<u>14.9%</u>	<u>\$ 18,315</u>	<u>11.4%</u>	<u>\$ 25,012</u>	<u>13.2%</u>	<u>\$ 16,250</u>	<u>9.8%</u>
<b>GAAP net income (loss)</b>	\$ 105,729		\$ (2,508)		\$ 129,469		\$ 86,874		\$ 124,710		\$ 205,086		\$ 118,333		\$ (19,595)	
Intangible amortization	21,598		21,986		18,734		19,078		19,901		16,376		19,588		22,775	
Stock-based compensation expense	23,797		22,733		20,781		14,955		21,796		20,464		20,758		22,226	
Restructuring charges <sup>(8)</sup>	-		11,539		17,421		20,435		-		7,981		-		82,710	
Distressed customers asset impairments <sup>(1)</sup>	-		92,915		-		-		-		4,753		-		1,498	
Elementum Deconsolidation <sup>(5)</sup>	-		-		-		-		-		(151,574)		-		-	
Contingencies and other <sup>(2)</sup>	-		-		-		17,704		-		35,952		-		15,679	
Investment and other, net <sup>(4)</sup>	-		7,388		-		-		(36,165)		8,407		7,892		5,083	
Adjustments for taxes <sup>(6)</sup>	(2,488)		(2,021)		(3,460)		(2,857)		(1,766)		(4,988)		(2,185)		19,156	
<b>Non-GAAP net income</b>	<u>\$ 148,636</u>		<u>\$ 152,032</u>		<u>\$ 182,945</u>		<u>\$ 156,189</u>		<u>\$ 128,476</u>		<u>\$ 142,457</u>		<u>\$ 164,386</u>		<u>\$ 149,532</u>	
<b>Diluted earnings (losses) per share:</b>																
GAAP	\$ 0.19		\$ 0.00		\$ 0.24		\$ 0.16		\$ 0.23		\$ 0.38		\$ 0.22		\$ (0.04)	
Non-GAAP	<u>\$ 0.27</u>		<u>\$ 0.28</u>		<u>\$ 0.34</u>		<u>\$ 0.29</u>		<u>\$ 0.24</u>		<u>\$ 0.27</u>		<u>\$ 0.31</u>		<u>\$ 0.28</u>	
Basic shares used in computing per share amounts <sup>(7)</sup>	544,631		544,055		539,638		533,837		530,268		531,313		528,405		527,809	
Diluted shares used in computing per share amounts <sup>(7)</sup>	551,029		548,358		545,022		540,782		538,633		536,019		534,352		535,234	

## **FLEX**

### **DEFINITIONS FOR RECONCILIATION OF GAAP TO NON-GAAP FINANCIAL MEASURES**

(1) Distressed customers asset impairments for fiscal year 2018 relate to additional provision for doubtful accounts receivable for certain customers experiencing significant financial difficulties or contract disengagements.

During the second quarter of fiscal year 2017, prices for solar panel modules declined significantly. The Company determined that certain solar panel inventory on hand as of September 30, 2016, was not fully recoverable and recorded a charge of \$60 million to reduce the carrying costs to market in the twelve-month period ended March 31, 2017. The Company also recognized a \$16 million impairment charge for solar module equipment and \$16.9 million primarily related to negative margin sales and other associated solar panel direct costs. The total charge of \$92.9 million is included in cost of sales for the second quarter of fiscal year 2017.

(2) Contingencies and other during fiscal year 2018 consists of charges in connection with certain legal matters of which loss contingencies are believed to be probable and estimable. The Company incurred various other charges predominantly related to damages incurred from a typhoon that impacted one of its China facilities. Additionally, certain asset impairments were recorded during both fiscal year 2017 and 2018.

(3) GAAP SG&A does not include restructuring charges of \$4.7M, \$2.5M and \$3.5M for Q2, Q3 and Q4 of fiscal year 2017, and \$23.8M for Q4 FY18 as they are presented separately in the restructuring line in the YTD of FY17 and FY18 statement of operations, respectively, in the form 10-K filed with the SEC.

(4) The company sold its Wink business during first quarter of fiscal year 2018 to an unrelated third-party venture backed company in exchange for contingent consideration fair valued at \$59 million and recognized a gain on sale of \$38.7 million, which is recorded in other charges (income), net in the first quarter of fiscal year 2018.

In addition, the Company recorded impairment of certain non-core investments during fiscal year 2018. The second quarter of fiscal year 2017 includes \$7.4 million loss attributable to a non-strategic facility sold during the quarter.

(5) During the second quarter of fiscal year 2018, the Company and other minority shareholders of Elementum amended certain agreements and as a result, the Company concluded it no longer had majority control and accordingly, deconsolidated the entity. As part of the deconsolidation, the Company recognized a gain of approximately \$151.6 million with no related tax impact, which is included in other charges (income), net for the second quarter of fiscal year 2018.

(6) Valuation allowance and tax receivable, net relates to recognition of a non-recurring, non-cash, valuation allowance against deferred tax assets in a foreign operating subsidiary offset by the recognition of an associated income tax receivable for prior years.

(7) Fully diluted shares are used for periods with net income. Basic shares are used for periods with a net loss as applicable.

(8) Restructuring charges include severance for rationalization at existing sites and corporate SG&A functions as well as asset impairment, lease termination, and other charges relate to the closures and consolidations of certain operating sites. These costs may vary in size based on the Company's restructuring activities.

**FLEX**  
**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**  
(In thousands)

	FISCAL 2017				FISCAL 2018			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<b>ASSETS</b>								
Current Assets:								
Cash and cash equivalents	\$ 1,679,335	\$ 1,537,056	\$ 1,857,096	\$ 1,830,675	\$ 1,582,197	\$ 1,369,502	\$ 1,291,183	\$ 1,472,424
Accounts receivable, net	2,057,943	2,341,393	2,162,750	2,192,704	2,325,845	2,632,934	3,100,808	2,517,695
Inventories	3,594,837	3,562,217	3,493,617	3,396,462	3,601,175	3,773,654	3,725,643	3,799,829
Other current assets	1,088,844	1,017,954	1,100,159	967,935	1,049,092	1,091,957	965,470	1,380,466
Total current assets	8,420,959	8,458,620	8,613,622	8,387,776	8,558,309	8,868,047	9,083,104	9,170,414
Property and equipment, net	2,296,445	2,335,959	2,321,536	2,317,026	2,346,440	2,415,574	2,443,050	2,239,506
Goodwill	944,765	991,694	965,718	984,867	1,039,069	1,086,978	1,104,770	1,121,170
Other intangible assets, net	379,849	404,069	371,603	362,181	453,957	420,459	438,552	424,433
Other assets	466,506	470,792	530,570	541,513	619,213	770,848	770,834	760,332
Total non-current assets	4,087,565	4,202,514	4,189,427	4,205,587	4,458,679	4,693,859	4,757,206	4,545,441
Total assets	\$ 12,508,524	\$ 12,661,134	\$ 12,803,049	\$ 12,593,363	\$ 13,016,988	\$ 13,561,906	\$ 13,840,310	\$ 13,715,855
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>								
Current Liabilities:								
Bank borrowings and current portion of long-term debt	\$ 66,020	\$ 65,969	\$ 68,856	\$ 61,534	\$ 45,661	\$ 46,977	\$ 42,954	\$ 43,011
Accounts payable	4,317,571	4,514,566	4,699,734	4,484,908	4,781,036	5,231,130	5,406,512	5,122,303
Other current liabilities	2,244,112	2,273,132	2,109,167	1,958,185	1,931,551	1,952,328	1,966,603	2,102,750
Total current liabilities	6,627,703	6,853,667	6,877,757	6,504,627	6,758,248	7,230,435	7,416,069	7,268,064
Long-term debt, net of current portion	2,692,596	2,678,115	2,797,984	2,890,609	2,918,871	2,909,144	\$ 2,901,720	\$ 2,897,631
Other liabilities	521,631	525,044	485,811	519,851	530,091	550,042	542,541	531,587
Total non-current liabilities	3,214,227	3,203,159	3,283,795	3,410,460	3,448,962	3,459,186	3,444,261	3,429,218
Total shareholders' equity	2,666,594	2,604,308	2,641,497	2,678,276	2,809,778	2,872,285	2,979,980	3,018,573
Total liabilities and shareholders' equity	\$ 12,508,524	\$ 12,661,134	\$ 12,803,049	\$ 12,593,363	\$ 13,016,988	\$ 13,561,906	\$ 13,840,310	\$ 13,715,855

**FLEX**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(In thousands)

	FISCAL 2017					FISCAL 2018				
	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>										
GAAP net income (loss)	\$ 105,729	\$ (2,508)	\$ 129,469	\$ 86,874	\$ 319,564	\$ 124,710	\$ 205,086	\$ 118,333	\$ (19,595)	\$ 428,534
Depreciation, amortization and other impairment charges	129,500	207,887	129,426	142,847	609,660	131,396	133,322	135,297	155,349	555,364
Gain from deconsolidation of a subsidiary entity	-	-	-	-	-	-	(151,574)	-	-	(151,574)
Changes in working capital and other	28,703	74,241	210,741	(93,000)	220,685	(117,590)	(44,545)	(103,417)	186,826	(78,726)
<b>Net cash provided by operating activities</b>	<b>263,932</b>	<b>279,620</b>	<b>469,636</b>	<b>136,721</b>	<b>1,149,909</b>	<b>138,516</b>	<b>142,289</b>	<b>150,213</b>	<b>322,580</b>	<b>753,598</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>										
Purchases of property and equipment, net of dispositions	(143,381)	(135,994)	(106,165)	(103,965)	(489,505)	(119,375)	(108,532)	(161,337)	(127,973)	(517,217)
Acquisition and divestiture of businesses, net of cash acquired and cash held in divested business	5,336	(159,158)	9,636	(8,167)	(152,353)	(214,334)	(61,782)	3,443	1,347	(271,326)
Other investing activities, net	26,261	(5,904)	(70,061)	(10,625)	(60,329)	(18,549)	(95,514)	(6,871)	492	(120,442)
<b>Net cash used in investing activities</b>	<b>(111,784)</b>	<b>(301,056)</b>	<b>(166,590)</b>	<b>(122,757)</b>	<b>(702,187)</b>	<b>(352,258)</b>	<b>(265,828)</b>	<b>(164,765)</b>	<b>(126,134)</b>	<b>(908,985)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>										
Bank borrowings, net of proceeds from long-term debt and repayments	(17,204)	(18,353)	125,986	80,582	171,011	(7,554)	(18,929)	(15,447)	(13,047)	(54,977)
Net proceeds from issuance of ordinary shares	3,966	7,378	634	460	12,438	696	515	852	711	2,774
Payments for repurchase of ordinary shares	(94,715)	(89,983)	(74,960)	(89,874)	(349,532)	(73,864)	(71,141)	(35,045)	-	(180,050)
Other financing activities, net	12,901	(19,737)	(40,466)	(28,722)	(76,024)	57,628	2,963	(14,109)	(2,014)	44,468
<b>Net cash provided by (used in) financing activities</b>	<b>(95,052)</b>	<b>(120,695)</b>	<b>11,194</b>	<b>(37,554)</b>	<b>(242,107)</b>	<b>(23,094)</b>	<b>(86,592)</b>	<b>(63,749)</b>	<b>(14,350)</b>	<b>(187,785)</b>
<b>Effect on cash from:</b>										
Exchange rate changes	14,669	(148)	5,800	(2,831)	17,490	(11,642)	(2,564)	(18)	(855)	(15,079)
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>71,765</b>	<b>(142,279)</b>	<b>320,040</b>	<b>(26,421)</b>	<b>223,105</b>	<b>(248,478)</b>	<b>(212,695)</b>	<b>(78,319)</b>	<b>181,241</b>	<b>(358,251)</b>
Cash and cash equivalents, beginning of period	1,607,570	1,679,335	1,537,056	1,857,096	1,607,570	1,830,675	1,582,197	1,369,502	1,291,183	1,830,675
<b>Cash and cash equivalents, end of period</b>	<b>\$ 1,679,335</b>	<b>\$ 1,537,056</b>	<b>\$ 1,857,096</b>	<b>\$ 1,830,675</b>	<b>\$ 1,830,675</b>	<b>\$ 1,582,197</b>	<b>\$ 1,369,502</b>	<b>\$ 1,291,183</b>	<b>\$ 1,472,424</b>	<b>\$ 1,472,424</b>
<b>Free Cash Flow</b>										
Net cash provided by operating activities	\$ 263,932	\$ 279,620	\$ 469,636	\$ 136,721	\$ 1,149,909	\$ 138,516	\$ 142,289	\$ 150,213	\$ 322,580	\$ 753,598
Less: Net Capital Expenditures	(143,381)	(135,994)	(106,165)	(103,965)	(489,505)	(119,375)	(108,532)	(161,337)	(127,973)	(517,217)
<b>Free Cash Flow</b>	<b>\$ 120,551</b>	<b>\$ 143,626</b>	<b>\$ 363,471</b>	<b>\$ 32,756</b>	<b>\$ 660,404</b>	<b>\$ 19,141</b>	<b>\$ 33,757</b>	<b>\$ (11,124)</b>	<b>\$ 194,607</b>	<b>\$ 236,381</b>

**Flex**  
**Reconciliation of non-GAAP Financial Measure**  
**Quarterly Cash Conversion Cycle**

We believe the Cash Conversion Cycle is a useful measure in providing investors with information regarding our cash management performance and is a widely accepted measure of working capital management efficiency. These are measures of financial performance under generally accepted accounting principles in the U.S. when calculated using GAAP operating measures, but may not be defined and calculated by other companies in the same manner. These should not be considered in isolation or as an alternative to other GAAP metrics as an indicator of performance.

We define our Cash Conversion Cycle as the sum of inventory turns in days and days of sales outstanding in accounts receivable less days of payable outstanding in accounts payable. We calculate inventory turns as annualized Non-GAAP cost of sales for the current quarter divided by average inventory for the quarter. We calculate our days sales outstanding as average accounts receivable for the quarter adding back the reduction in accounts receivable resulting from non-cash accounts receivable sales, divided by annualized sales for the current quarter by day. We calculate days payable outstanding as average accounts payable divided by Non-GAAP annualized cost of sales for the current quarter by day.

The below illustrates the differences in each of the component metrics included in the cash conversion cycle when calculated as described above using GAAP cost of sales.

	FY 17				FY 18			
	Jun Qtr	Sep Qtr	Dec Qtr	Mar Qtr	Jun Qtr	Sep Qtr	Dec Qtr	Mar Qtr
<b>Cash Conversion Cycle in Days</b>								
Based on GAAP Financial Measures	27	26	24	24	24	23	22	24
Non-GAAP Adjustments <sup>(1)</sup>	-	-	1	-	(1)	-	-	(1)
Based on non-GAAP Financial Measures	<u>27</u>	<u>26</u>	<u>25</u>	<u>24</u>	<u>23</u>	<u>23</u>	<u>22</u>	<u>23</u>
<b>Inventory Turns in Days</b>								
Based on GAAP Financial Measures	59	57	56	57	57	57	54	57
Non-GAAP Adjustments <sup>(1)</sup>	-	1	1	1	-	-	-	-
Based on non-GAAP Financial Measures	<u>59</u>	<u>58</u>	<u>57</u>	<u>58</u>	<u>57</u>	<u>57</u>	<u>54</u>	<u>57</u>
<b>Accounts Receivable Turns in Days</b>	39	40	42	43	42	44	45	46
<b>Accounts Payable Turns in Days</b>								
Based on GAAP Financial Measures	71	71	74	76	75	78	77	79
Non-GAAP Adjustments <sup>(1)</sup>	-	1	-	1	1	-	-	1
Based on non-GAAP Financial Measures	<u>71</u>	<u>72</u>	<u>74</u>	<u>77</u>	<u>76</u>	<u>78</u>	<u>77</u>	<u>80</u>

(1) Impact from adjustments to GAAP cost of sales, see descriptions of the non-GAAP adjustments in the second page of this document.

**Flex**

**GAAP Reconciliation - EBITDA and Debt/EBITDA**

(In thousands, except Debt/EBITDA ratios)

Earnings before Interest, Taxes, Depreciation and Amortization (EBITDA) and Debt/EBITDA are non-GAAP financial measures. EBITDA is derived by adjusting for net interest and adding back depreciation to non-GAAP pretax income. Quarterly Debt to EBITDA is calculated by dividing the Company's total debt as of the date presented by LTM EBITDA. Non-GAAP pretax income excludes certain amounts that are included in the most directly comparable measures under GAAP including stock-based compensation expense, intangible amortization, restructuring charges, contingencies, distressed customer asset impairment, and certain other charges or income. See the second page of the Summary Financials for descriptions of the non-GAAP adjustments. Additionally, non-GAAP interest includes the losses on sale under our global AR securitization and factoring programs. We believe EBITDA and Debt/EBITDA are useful measures for providing investors with information regarding our performance. EBITDA and Debt/EBITDA are not measures of financial performance under generally accepted accounting principles in the U.S., and may not be defined and calculated by other companies in the same manner. EBITDA should not be considered in isolation or as an alternative to pretax income or loss as an indicator of performance.

The following table reconciles EBITDA and Debt/EBITDA as calculated using pretax non-GAAP income to the same performance measure calculated using the nearest GAAP measure, which is GAAP pretax income:

	Fiscal 2018											
	Qtr Ended June 30, 2017			Qtr Ended September 29, 2017			Qtr Ended December 31, 2017			Qtr Ended March 31, 2018		
	GAAP	Adjustments	Non GAAP	GAAP	Adjustments	Non GAAP	GAAP	Adjustments	Non GAAP	GAAP	Adjustments	Non GAAP
Pretax Income	\$ 145,509	\$ 5,532	\$ 151,041	\$ 218,413	\$ (57,640)	\$ 160,773	\$ 141,160	\$ 48,238	\$ 189,398	\$ 15,811	\$ 149,971	\$ 165,782
Depreciation	108,432	-	108,432	108,421	-	108,421	108,100	-	108,100	109,478	-	109,478
Amortization	19,901	(19,901)	-	16,376	(16,376)	-	19,588	(19,588)	-	22,775	(22,775)	-
Interest, net	24,790	6,870	31,660	24,193	8,347	32,540	27,163	7,338	34,501	28,111	10,733	38,844
EBITDA	298,632	(7,499)	291,133	367,403	(65,669)	301,734	296,011	35,988	331,999	176,175	137,929	314,104
EBITDA - Rolling 4 Qtrs	1,009,128		1,245,975	1,207,422		1,238,989	1,211,526		1,234,266	1,138,221	100,749	1,238,970
Total Debt	\$ 2,964,532	\$ -	\$ 2,964,532	\$ 2,956,121	\$ -	\$ 2,956,121	\$ 2,944,674	\$ -	\$ 2,944,674	\$ 2,940,641	\$ -	\$ 2,940,641
Debt to EBITDA	2.9	(0.6)	2.4	2.4	(0.1)	2.4	2.4	(0.0)	2.4	2.6	(0.2)	2.4
	Fiscal 2017											
	Qtr Ended July 01, 2016			Qtr Ended September 30, 2016			Qtr Ended December 31, 2016			Qtr Ended March 31, 2017		
	GAAP	Adjustments	Non GAAP	GAAP	Adjustments	Non GAAP	GAAP	Adjustments	Non GAAP	GAAP	Adjustments	Non GAAP
Pretax Income	\$ 116,923	\$ 45,395	\$ 162,318	\$ 14,742	\$ 156,561	\$ 171,303	\$ 140,242	\$ 56,936	\$ 197,178	\$ 98,941	\$ 72,171	\$ 171,112
Depreciation	106,946	-	106,946	108,886	-	108,886	109,415	-	109,415	106,990	-	106,990
Amortization	21,598	(21,598)	-	21,986	(21,986)	-	18,734	(18,734)	-	19,078	(19,078)	-
Interest, net	24,414	5,309	29,723	23,495	5,036	28,531	23,516	6,613	30,129	24,471	6,827	31,298
EBITDA	269,881	29,106	298,987	169,109	139,611	308,720	291,907	44,815	336,722	249,480	59,920	309,400
EBITDA - Rolling 4 Qtrs	1,057,120	212,550	1,269,670	944,897	331,468	1,276,365	957,712	301,198	1,258,910	980,377	273,452	1,253,829
Total Debt	\$ 2,758,616	\$ -	\$ 2,758,616	\$ 2,744,084	\$ -	\$ 2,744,084	\$ 2,866,840	\$ -	\$ 2,866,840	\$ 2,952,143	\$ -	\$ 2,952,143
Debt to EBITDA	2.6	(0.4)	2.2	2.9	(0.8)	2.1	3.0	(0.7)	2.3	3.0	(0.7)	2.4

**Flex**  
**Reconciliation of non-GAAP Financial Measure**  
**Return on Invested Capital (ROIC)**

Return on Invested Capital (ROIC) is calculated by dividing the Company's last twelve months after-tax Non-GAAP operating income by the net invested capital asset base as of each date. After-tax non-GAAP operating income excludes charges for stock-based compensation expense, contingencies, restructuring charges, distressed customer asset impairment, and certain other charges or income. The net invested capital asset base is defined as the sum of shareholders' equity plus total debt less cash and cash equivalents averaged over the last five quarters. We believe ROIC is a useful measure in providing investors with information regarding our performance. ROIC is a widely accepted measure of earnings efficiency in relation to total capital employed. We believe that increasing the return on total capital employed, as measured by ROIC, is an effective method to sustain and increase shareholder value. ROIC is not a measure of financial performance under generally accepted accounting principles in the U.S., and may not be defined and calculated by other companies in the same manner. ROIC should not be considered in isolation or as an alternative to net income or loss as an indicator of performance. The following table reconciles ROIC as calculated using after-tax non-GAAP operating income to the same performance measure calculated using the nearest GAAP measure, which is GAAP income adding back interest and other, other charges and intangible amortization.

	FY 17				FY 18			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<b>ROIC</b>								
GAAP	18.9%	14.9%	13.1%	13.9%	13.1%	13.9%	13.4%	10.7%
Non-GAAP Adjustments	2.7%	5.6%	6.9%	6.2%	6.0%	4.3%	3.7%	5.6%
Non-GAAP	21.6%	20.5%	20.0%	20.1%	19.1%	18.2%	17.1%	16.3%

## Flex

### Trended Segment Income & Reconciliation to Income Before Income Taxes

	FISCAL 2017				FISCAL 2018			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
	(In thousands)				(In thousands)			
<b>Net sales:</b>								
Communication & Enterprise Compute.....	\$ 2,195,990	\$ 2,101,922	\$ 2,102,321	\$ 1,983,187	\$ 1,973,333	\$ 1,901,057	\$ 1,979,045	\$ 1,875,915
Consumer Technologies Group.....	1,313,782	1,664,736	1,848,970	1,534,850	1,511,969	1,755,143	2,056,801	1,645,908
Industrial & Emerging Industries.....	1,289,015	1,242,722	1,140,366	1,295,635	1,390,599	1,454,539	1,491,063	1,636,295
High Reliability Solutions.....	1,078,026	999,145	1,023,342	1,048,925	1,132,371	1,159,681	1,224,643	1,252,769
	<u>\$ 5,876,813</u>	<u>\$ 6,008,525</u>	<u>\$ 6,114,999</u>	<u>\$ 5,862,597</u>	<u>\$ 6,008,272</u>	<u>\$ 6,270,420</u>	<u>\$ 6,751,552</u>	<u>\$ 6,410,887</u>
<b>Segment income:</b>								
Communication & Enterprise Compute.....	\$ 61,899	\$ 52,453	\$ 62,109	\$ 52,871	\$ 48,603	\$ 42,733	\$ 50,206	\$ 44,793
Consumer Technologies Group.....	24,634	55,314	59,282	40,680	18,004	30,722	38,768	24,135
Industrial & Emerging Industries.....	49,977	37,363	39,681	52,728	55,376	50,945	61,328	67,773
High Reliability Solutions.....	88,536	78,707	82,729	84,136	90,212	92,364	100,976	97,326
Corporate and Other (3).....	(34,800)	(26,902)	(20,695)	(25,453)	(34,278)	(28,438)	(31,557)	(33,537)
Total segment income.....	<u>\$ 190,246</u>	<u>\$ 196,935</u>	<u>\$ 223,106</u>	<u>\$ 204,962</u>	<u>\$ 177,917</u>	<u>\$ 188,326</u>	<u>\$ 219,721</u>	<u>\$ 200,490</u>
<b>Operating Margin:</b>								
Communication & Enterprise Compute.....	2.8%	2.5%	3.0%	2.7%	2.5%	2.2%	2.5%	2.4%
Consumer Technologies Group.....	1.9%	3.3%	3.2%	2.7%	1.2%	1.8%	1.9%	1.5%
Industrial & Emerging Industries.....	3.9%	3.0%	3.5%	4.1%	4.0%	3.5%	4.1%	4.1%
High Reliability Solutions.....	8.2%	7.9%	8.1%	8.0%	8.0%	8.0%	8.2%	7.8%
<b>Reconciliation of Segment Income to Income before income taxes</b>								
Total segment income.....	\$ 190,246	\$ 196,935	\$ 223,106	\$ 204,962	\$ 177,917	\$ 188,326	\$ 219,721	\$ 200,490
Intangible amortization.....	21,598	21,986	18,734	19,078	19,901	16,376	19,588	22,775
Stock-based compensation.....	23,797	22,733	20,781	14,955	21,796	20,464	20,758	22,226
Restructuring charges (8).....	-	11,539	17,421	20,435	-	7,981	-	82,710
Distressed customers asset impairments (1).....	-	92,915	-	-	-	4,753	-	1,498
Contingencies and other (2).....	-	-	-	17,704	-	35,952	-	15,679
Other charges (income), net (4) (5).....	3,529	8,388	3,090	6,186	(36,165)	(143,167)	6,865	2,748
Interest and other, net.....	24,399	24,632	22,838	27,663	26,876	27,554	31,350	37,043
Income before income taxes.....	<u>\$ 116,923</u>	<u>\$ 14,742</u>	<u>\$ 140,242</u>	<u>\$ 98,941</u>	<u>\$ 145,509</u>	<u>\$ 218,413</u>	<u>\$ 141,160</u>	<u>\$ 15,811</u>

(1),(2),(4),(5),(8) Refer to page two for the descriptions of remaining footnotes.

(3) Corporate and other primarily includes corporate services costs that are not included in the assessment of the performance of each of the identified reporting segments.