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

	Q1 FY18		Q2 FY18		Q3 FY18		Q4 FY18		Q1 FY19	
GAAP gross profit	$ 406,932	6.8%	$ 393,325	6.3%	$ 446,328	6.6%	$ 349,297	5.4%	$ 377,854	5.9%
Stock-based compensation expense	3,319		4,985		5,358		5,440		5,404	
Distressed customers asset impairments (1)	-		-		-		-		12,352	
Restructuring charges (2)	-		7,981		-		58,864		2,310	
New revenue standard adoption impact (3)	-		-		-		-		9,291	
Contingencies and other (4)	-		10,952		-		15,679		5,581	
Non-GAAP gross profit	$ 410,251	6.8%	$ 417,243	6.7%	$ 451,686	6.7%	$ 429,280	6.7%	$ 412,792	6.4%
GAAP SG&A Expenses (5)	$ 250,811	4.2%	$ 274,149	4.4%	$ 247,365	3.7%	$ 247,074	3.9%	$ 262,882	4.1%
Stock-based compensation expense	(18,477)		(15,480)		(15,400)		(16,785)		(15,549)	
Distressed customers, contingencies and other (1) (4)	-		(29,753)		-		(1,498)		(15,742)	
Restructuring charges (2)	-		-		-		-		(6,507)	
Non-GAAP SG&A Expenses	$ 232,334	3.9%	$ 228,916	3.7%	$ 231,965	3.4%	$ 228,791	3.6%	$ 225,084	3.5%
GAAP income before income taxes	$ 145,509		$ 218,413		$ 141,160		$ 15,811		$ 141,637	
Intangible amortization	19,901		16,376		19,588		22,775		18,517	
Stock-based compensation expense	21,796		20,464		20,758		22,226		20,953	
Distressed customers asset impairments (1)	-		4,753		-		1,498		17,364	
Restructuring charges (2)	-		7,981		-		82,710		8,817	
New revenue standard adoption impact (3)	-		-		-		-		9,291	
Contingencies and other (4)	-		35,952		-		15,679		16,311	
Other charges (income), net (6)	(36,165)		(143,167)		6,865		2,748		(86,924)	
Interest and other, net	26,876		27,554		31,350		37,043		41,742	
Non-GAAP operating income	$ 177,917	3.0%	$ 188,326	3.0%	$ 219,721	3.3%	$ 200,490	3.1%	$ 187,708	2.9%
			-							
GAAP provision for income taxes	$ 20,799	14.3%	$ 13,327	6.1%	$ 22,827	16.2%	$ 35,406	223.9%	$ 25,602	18.1%
Intangible amortization benefit	1,766		2,250		2,185		2,605		2,292	
Valuation allowance and tax receivable, net (7)	-		-		-		(27,507)		(8,404)	
Tax benefit (charges) on restructuring and other	-		2,738		-		5,746		(692)	
Non-GAAP provision for income taxes	$ 22,565	14.9%	$ 18,315	11.4%	$ 25,012	13.2%	$ 16,250	9.8%	$ 18,798	12.8%
GAAP net income (loss)	$ 124,710		$ 205,086		$ 118,333		$ (19,595)		$ 116,035	
Intangible amortization	19,901		16,376		19,588		22,775		18,517	
Stock-based compensation expense	21,796		20,464		20,758		22,226		20,953	
Restructuring charges (2)	-		7,981		-		82,710		8,817	
Distressed customers asset impairments (1)	-		4,753		-		1,498		17,364	
Elementum deconsolidation (6)	-		(151,574)		-		-		-	
AutoLab deconsolidation (6)	-		-		-		-		(91,759)	
New revenue standard adoption impact (3)	-		-		-		-		9,291	
Contingencies and other (4)	-		35,952		-		15,679		16,311	
Investment and other, net (6)	(36,165)		8,407		7,892		5,083		5,638	
Adjustments for taxes (7)	(1,766)		(4,988)		(2,185)		19,156		6,804	
Non-GAAP net income	$ 128,476		$ 142,457		$ 164,386		$ 149,532		$ 127,971	
Diluted earnings (losses) per share:										
GAAP	$ 0.23		$ 0.38		$ 0.22		$ (0.04)		$ 0.22	
Non-GAAP	$ 0.24		$ 0.27		$ 0.31		$ 0.28		$ 0.24	
Basic shares used in computing per share amounts (8)	530,268		531,313		528,405		527,809		529,380	
Diluted shares used in computing per share amounts (8)	538,633		536,019		534,352		535,234		535,454	

FLEX
DEFINITIONS FOR RECONCILIATION OF GAAP TO NON-GAAP FINANCIAL MEASURES

(1) Distressed customers asset impairments consist of additional provision for doubtful accounts receivable, inventory and other assets for certain customers experiencing significant financial difficulties or contract disengagements.

(2) 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.

(3) During the first quarter of fiscal year 2019, the Company amended certain non-substantive terms of its existing contracts for its smaller customers. The amendments removed the consideration regarding over-time recognition under ASC 606. Accordingly, these customer contracts are now accounted for consistent with prior accounting and revenue is recognized upon shipment of product.

(4) Contingencies and other during fiscal year 2018 consists of certain asset impairments, damages incurred from a typhoon that impacted a facility in China, and charges in connection with certain legal matters of which loss contingencies are believed to be probable and estimable. Additionally, during the three-month period ended June 29, 2018, the Company also incurred costs relating to the independent investigation undertaken by the Audit Committee of the Company's Board of Directors which was completed in June 2018 and includes certain charges of the China based Multek operation that was divested in the second quarter of fiscal year 2019.

(5) GAAP SG&A does not include restructuring charges of $23.8M for Q4 FY18 as it is separately presented in the restructuring line in the YTD FY18 statement of operations in the form 10-K filed with the SEC.

(6) 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, in other charges (income), net for the quarter ended September 29, 2017.

During the three-month period ended June 29, 2018, the Company transferred employees and equipment along with certain related software and IP, into AutoLab AI which later received additional equity funding from third party investors and changed the composition of the Board of directors removing Flex's control. As such, we deconsolidated the entity and recognized a gain of approximately $92 million in other charges (income), net for the quarter ended June 29, 2018.

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. Additionally, the Company recorded impairment of certain non-core investments during fiscal year 2018 and the first quarter of fiscal year 2019.

(7) During the fourth quarter of fiscal year 2018, the company booked a valuation receivable, net that 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. Additionally, the adjustment for exchange rate fluctuation on the same income tax receivable was booked in the first quarter of fiscal year 2019.

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

FLEX
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands)

	FISCAL 2018				FISCAL 2019
	Q1	**Q2**	**Q3**	**Q4**	**Q1**
ASSETS					
Current Assets:					
Cash and cash equivalents	$ 1,582,197	$ 1,369,502	$ 1,291,183	$ 1,472,424	$ 1,254,639
Accounts receivable, net	2,325,845	2,632,934	3,100,808	2,517,695	2,890,227
Contract assets [(1)]	-	-	-	-	323,599
Inventories	3,601,175	3,773,654	3,725,643	3,799,829	3,984,571
Other current assets	1,049,092	1,091,957	965,470	1,380,466	1,231,773
Total current assets	8,558,309	8,868,047	9,083,104	9,170,414	9,684,809
Property and equipment, net	2,346,440	2,415,574	2,443,050	2,239,506	2,190,080
Goodwill	1,039,069	1,086,978	1,104,770	1,121,170	1,094,776
Other intangible assets, net	453,957	420,459	438,552	424,433	390,827
Other assets	619,213	770,848	770,834	760,332	949,196
Total non-current assets	4,458,679	4,693,859	4,757,206	4,545,441	4,624,879
Total assets	$ 13,016,988	$ 13,561,906	$ 13,840,310	$ 13,715,855	$ 14,309,688
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current Liabilities:					
Bank borrowings and current portion of long-term debt	$ 45,661	$ 46,977	$ 42,954	$ 43,011	$ 42,903
Accounts payable	4,781,036	5,231,130	5,406,512	5,122,303	5,709,079
Other current liabilities	1,931,551	1,952,328	1,966,603	2,102,750	2,042,893
Total current liabilities	6,758,248	7,230,435	7,416,069	7,268,064	7,794,875
Long-term debt, net of current portion	2,918,871	2,909,144	2,901,720	2,897,631	2,877,089
Other liabilities	530,091	550,042	542,541	531,587	528,405
Total non-current liabilities	3,448,962	3,459,186	3,444,261	3,429,218	3,405,494
Total shareholders' equity	2,809,778	2,872,285	2,979,980	3,018,573	3,109,319
Total liabilities and shareholders' equity	$ 13,016,988	$ 13,561,906	$ 13,840,310	$ 13,715,855	$ 14,309,688

(1) Contract assets relate to work in progress and finished inventory recognized as revenue for certain customers designated for over-time recognition versus point in time upon adoption ASU 2014-09, "Revenue from Contracts with Customers (Topic 606)". Refer to the 10Q filed with the SEC for the detailed disclosure.

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

	FISCAL 2018					FISCAL 2019
	Q1	Q2	Q3	Q4	YTD	Q1
CASH FLOWS FROM OPERATING ACTIVITIES:						
GAAP net income (loss)	$ 124,710	$ 205,086	$ 118,333	$ (19,595)	$ 428,534	$ 116,035
Depreciation, amortization and other impairment charges	131,396	133,322	135,297	155,349	555,364	121,763
Gain from deconsolidation of a subsidiary entity	-	(151,574)	-	-	(151,574)	(91,025)
Changes in working capital and other	(951,862)	(1,064,674)	(764,703)	(487,089)	(3,268,328)	(1,090,038)
Net cash used in operating activities	(695,756)	(877,840)	(511,073)	(351,335)	(2,436,004)	(943,265)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Purchases of property and equipment, net of dispositions	(119,375)	(108,532)	(161,337)	(127,973)	(517,217)	(169,911)
Acquisition and divestiture of businesses, net of cash acquired and cash held in divested business	(214,334)	(61,782)	3,443	1,347	(271,326)	-
Cash collections of deferred purchase price	834,272	1,020,129	661,286	673,915	3,189,602	928,223
Other investing activities, net	(18,549)	(95,514)	(6,871)	492	(120,442)	(15,218)
Net cash provided by investing activities	482,014	754,301	496,521	547,781	2,280,617	743,094
CASH FLOWS FROM FINANCING ACTIVITIES:						
Repayments of bank borrowings and long-tern debt, net of proceeds	(7,554)	(18,929)	(15,447)	(13,047)	(54,977)	(31)
Net proceeds from issuance of ordinary shares	696	515	852	711	2,774	45
Payments for repurchase of ordinary shares	(73,864)	(71,141)	(35,045)	-	(180,050)	-
Other financing activities, net	57,628	2,963	(14,109)	(2,014)	44,468	-
Net cash provided by (used in) financing activities	(23,094)	(86,592)	(63,749)	(14,350)	(187,785)	14
Effect on cash from:						
Exchange rate changes	(11,642)	(2,564)	(18)	(855)	(15,079)	(17,628)
Net increase (decrease) in cash and cash equivalents	(248,478)	(212,695)	(78,319)	181,241	(358,251)	(217,785)
Cash and cash equivalents, beginning of period	1,830,675	1,582,197	1,369,502	1,291,183	1,830,675	1,472,424
Cash and cash equivalents, end of period	$ 1,582,197	$ 1,369,502	$ 1,291,183	$ 1,472,424	$ 1,472,424	$ 1,254,639
Reconciliation of GAAP to Non-GAAP Financial Measures [1]						
Net cash used in operating activities	$ (695,756)	$ (877,840)	$ (511,073)	$ (351,335)	$ (2,436,004)	$ (943,265)
Add: Cash collections of deferred purchase price	834,272	1,020,129	661,286	673,915	3,189,602	928,223
Less: Net Capital Expenditures	(119,375)	(108,532)	(161,337)	(127,973)	(517,217)	(169,911)
Adjusted Free Cash Flow	$ 19,141	$ 33,757	$ (11,124)	$ 194,607	$ 236,381	$ (184,953)

(1) In Q1 fiscal year 2019, the adoption of the new cash flow accounting standard resulted in a reclassification of cash flows related to the collection of certain receivables sold through the Company's asset-backed receivable securitization program from operating activities to investing activities. The company views and manages all collections under the program similarly without bifurcation and accordingly provides the adjustment to reflect adjusted free cash flow inclusive of all collections of receivables sold through the programs. The Company also excludes purchases of property and equipment net of proceeds from dispositions and present adjusted free cash flows on a consistent basis for investor transparency.

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 plus contract asset, 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.

					ASC 606 (2)	ASC 605 (2)
	FISCAL 2018				FISCAL 2019	
	Jun Qtr	Sep Qtr	Dec Qtr	Mar Qtr	Jun Qtr	Jun Qtr
Cash Conversion Cycle in Days *						
Based on GAAP Financial Measures	24	23	22	24	22	22
Non-GAAP Adjustments (1)	(1)	-	-	(1)	-	-
Based on non-GAAP Financial Measures	23	23	22	23	22	22
Inventory Turns in Days *						
Based on GAAP Financial Measures	57	57	54	57	58	60
Non-GAAP Adjustments (1)	-	-	-	-	-	-
Based on non-GAAP Financial Measures	57	57	54	57	58	60
Accounts Receivable Turns in Days *	42	44	45	46	45	43
Accounts Payable Turns in Days *						
Based on GAAP Financial Measures	75	78	77	79	81	81
Non-GAAP Adjustments (1)	1	-	-	1	-	-
Based on non-GAAP Financial Measures	76	78	77	80	81	81

(1) Impact from adjustments to GAAP cost of sales, see descriptions of the non-GAAP adjustments in the second page of this document.Starting Q1FY19, we have excluded restructuring charge from the GAAP cost of sales when calculating inventory turns in days and AP turns in days

(2) As a result of adopting the new revenue recognition standard, we redefined our CCC and DSO to include the new contract asset balance. See updated definition for CCC & DSO above. As we adopted the guidance under a modified retrospective basis, prior perior numbers are not restated. As such, we also disclosed the impact to CCC without the adoption impact under the ASC 605 view for investor transparency. Refer to our Form 10Q for details on the ASC 605 numbers used in the calculations.

* The Company has made certain immaterial correction to net sales previously reported for the first quarter of fiscal 2019 primarily to reflect revenue from certain contracts with customers on a net basis. As a result, the amount presented for net sales is $25 million lower than previously reported for the first quarter of fiscal year 2019. This correction had no impact on gross profit or net income, as it was fully offset by corrections to cost of sales. The Company evaluated this correction, considering both qualitative and quantitative factors, and concluded it is immaterial to previously issued financial statements and will make corrections prospectively in subsequent quarterly filings.

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 2019

	Qtr Ended June 29, 2018		
	GAAP	Adjustments	Non GAAP
Pretax Income	$ 141,637	$ 5,132	$ 146,769
Depreciation	95,470	-	95,470
Amortization	18,517	(18,517)	-
Interest, net	28,393	9,966	38,359
EBITDA	284,017	(3,419)	280,598
EBITDA - Rolling 4 Qtrs	1,123,606		1,228,435
Total Debt	$ 2,919,992	$ -	$ 2,919,992
Debt to EBITDA	2.6	(0.2)	2.4

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

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.

	FISCAL 2018				FISCAL 2019
	Q1	**Q2**	**Q3**	**Q4**	**Q1**
ROIC					
GAAP	13.1%	13.9%	13.4%	10.7%	9.2%
Non-GAAP Adjustments	6.0%	4.3%	3.7%	5.6%	6.7%
Non-GAAP	19.1%	18.2%	17.1%	16.3%	15.9%

FLEX

Trended Segment Income & Reconciliation to Income Before Income Taxes

(In thousands, except for operating margin)

	FISCAL 2018				FISCAL 2019
	Q1	Q2	Q3	Q4	Q1
	(In thousands)				
Net sales:					
Communication & Enterprise Compute	$ 1,973,333	$ 1,901,057	$ 1,979,045	$ 1,875,915	$ 1,954,286
Consumer Technologies Group *	1,511,969	1,755,143	2,056,801	1,645,908	1,782,934
Industrial & Emerging Industries	1,390,599	1,454,539	1,491,063	1,636,295	1,446,311
High Reliability Solutions	1,132,371	1,159,681	1,224,643	1,252,769	1,215,425
	$ 6,008,272	$ 6,270,420	$ 6,751,552	$ 6,410,887	$ 6,398,956
Segment income:					
Communication & Enterprise Compute	$ 48,603	$ 42,733	$ 50,206	$ 44,793	$ 46,017
Consumer Technologies Group	18,004	30,722	38,768	24,135	26,557
Industrial & Emerging Industries	55,376	50,945	61,328	67,773	51,361
High Reliability Solutions	90,212	92,364	100,976	97,326	93,534
Corporate and Other [5]	(34,278)	(28,438)	(31,557)	(33,537)	(29,761)
Total segment income	$ 177,917	$ 188,326	$ 219,721	$ 200,490	$ 187,708
Operating Margin:					
Communication & Enterprise Compute	*2.5%*	*2.2%*	*2.5%*	*2.4%*	*2.4%*
Consumer Technologies Group	*1.2%*	*1.8%*	*1.9%*	*1.5%*	*1.5%*
Industrial & Emerging Industries	*4.0%*	*3.5%*	*4.1%*	*4.1%*	*3.6%*
High Reliability Solutions	*8.0%*	*8.0%*	*8.2%*	*7.8%*	*7.7%*
Reconciliation of Segment Income to Income before income taxes					
Total segment income	$ 177,917	$ 188,326	$ 219,721	200,490	187,708
Intangible amortization	19,901	16,376	19,588	22,775	18,517
Stock-based compensation	21,796	20,464	20,758	22,226	20,953
Restructuring charges [2]	-	7,981	-	82,710	8,817
Distressed customers asset impairments [1]	-	4,753	-	1,498	17,364
New revenue standard adoption impact [3]	-	-	-	-	9,291
Contingencies and other [4]	-	35,952	-	15,679	16,311
Other charges (income), net [6]	(36,165)	(143,167)	6,865	2,748	(86,924)
Interest and other, net	26,876	27,554	31,350	37,043	41,742
Income before income taxes	$ 145,509	$ 218,413	$ 141,160	$ 15,811	$ 141,637

(1),(2),(3),(4),(6) Refer to page two for the descriptions of remaining footnotes.

(5) 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.

* The Company has made certain immaterial correction to net sales previously reported for the first quarter of fiscal 2019 primarily to reflect revenue from certain contracts with customers on a net basis. As a result, the amount presented above for net sales is $25 million lower than previously reported for the first quarter of fiscal year 2019. This correction had no impact on gross profit or net income, as it was fully offset by corrections to cost of sales. The Company evaluated this correction, considering both qualitative and quantitative factors, and concluded it is immaterial to previously issued financial statements and will make corrections prospectively in subsequent quarterly filings.