UNIQUELY **POSITIONED** FOR THE FUTURE

INVESTOR INFORMATION

June 2017

Forward-looking statements and non-GAAP financial measures

Forward-looking Statements – Certain statements included in this presentation that are not historical or current facts, including, but not limited to, those related to our financial and business outlook, impact of evolving healthcare environment, strategy and growth drivers, member retention rates and revenue visibility, anticipated member renewals of GPO participation agreements, cross and upsell opportunities, acquisition activities and pipeline, revenue available under contract, and 2017 financial guidance and related assumptions, are “forward-looking statements” within the meaning of the federal securities laws. Forward-looking statements may involve known and unknown risks, uncertainties and other factors that may cause the actual results of Premier to be materially different from historical results or from any future results or projections expressed or implied by such forward-looking statements. Accordingly, readers should not place undue reliance on any forward looking statements. Readers are urged to consider statements in the conditional or future tenses or that include terms such as “believes,” “belief,” “expects,” “estimates,” “intends,” “anticipates” or “plans” to be uncertain and forward-looking. Forward-looking statements may include comments as to Premier’s beliefs and expectations as to future events and trends affecting its business and are necessarily subject to uncertainties, many of which are outside Premier’s control. You should carefully read Premier’s periodic and current filings with the SEC for more information on potential risks and other factors that could affect Premier’s financial results. Forward-looking statements speak only as of the date they are made. Premier undertakes no obligation to publicly update or revise any forward-looking statements.

Non-GAAP Financial Measures – This presentation includes certain “non-GAAP financial measures” as defined in Regulation G under the Securities Exchange Act of 1934. Schedules are attached that reconcile the non-GAAP financial measures included in this presentation to the most directly comparable financial measures calculated and presented in accordance with Generally Accepted Accounting Principles in the United States. You should carefully read Premier’s periodic and current filings with the SEC for definitions and further explanation and disclosure regarding our use of non-GAAP financial measures and such filings should be read in conjunction with this presentation.

The Premier difference

1. Unique member alignment
2. Integrated platform to deliver solutions that span the entire continuum of care
3. Compelling financial model
4. Well-positioned to capitalize on industry trends
5. Disciplined growth strategy

Premier is a differentiated healthcare performance improvement company

REDUCE
Costs

~$15.0 billion saved [1]

IMPROVE
Quality and Care

~176k deaths avoided [1]

LEAD
Health Systems to Value-Based Care

Best in KLAS 2015/2016 [2]

[1] Cumulative seven-year data from Premier performance improvement collaborative of approximately 350 U.S. hospitals as of fiscal year ended June 30, 2016.
[2] Premier recognized by KLAS as having the best overall performance in healthcare management consulting, including value-based care, in KLAS's 2016 Healthcare Management Consulting report.

Significant footprint and scale

3,750 HOSPITALS

76% U.S. COMMUNITY HOSPITALS

MORE THAN
$50 BILLION
IN SUPPLY CHAIN SPEND

OVER 130,000
OTHER PROVIDER ORGANIZATIONS

ANALYZE DATA 40%
HOSPITAL DISCHARGES NATIONWIDE

~2,200 CONTRACTS
~1,200 SUPPLIERS

Unique member model drives innovation and growth

ALIGNMENT

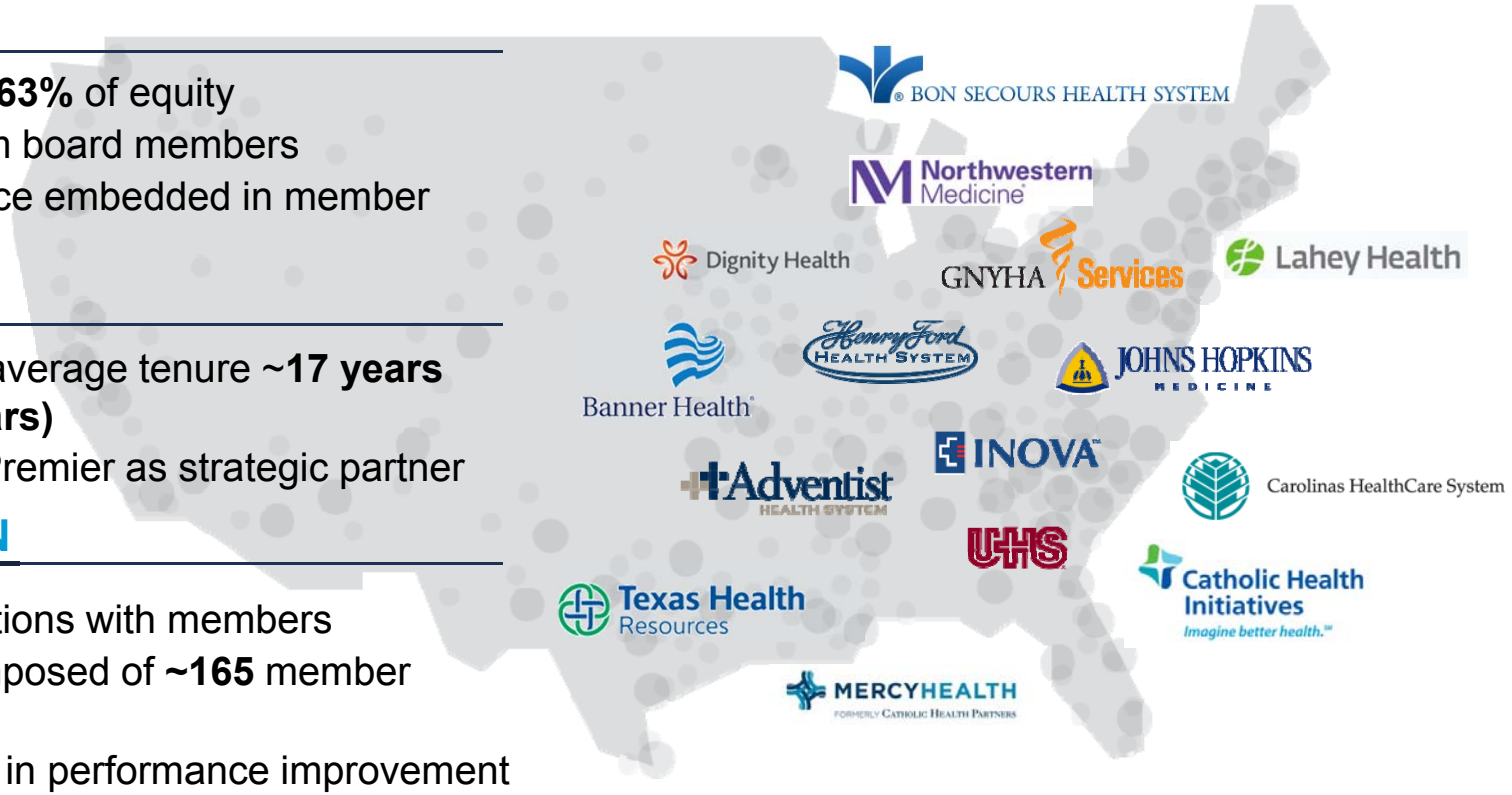
- Members own **~63%** of equity
- **10** health system board members
- Premier field force embedded in member hospitals

COMMITMENT

- Member owner average tenure **~17 years (83% at 10+ years)**
- Members view Premier as strategic partner

CO-INNOVATION

- Co-develop solutions with members
- Committees composed of **~165** member hospitals
- **~1,300** hospitals in performance improvement collaboratives



Note: Data as of fiscal year-end June 30, 2016, except member ownership, which is as of May 1, 2017, and member owner average tenure, which is as of March 31, 2017.

Integrated platform delivers comprehensive solutions

Supply Chain Services

~71% of FY16 Consolidated Net Revenue

- Group Purchasing
- Direct Sourcing
- Integrated Pharmacy

Performance Services

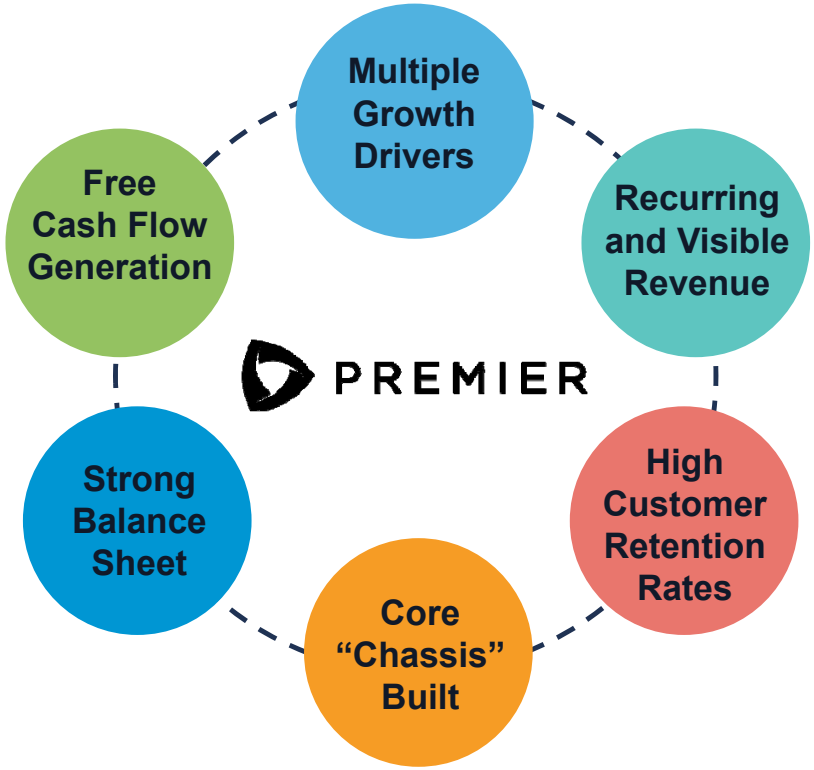
~29% of FY16 Consolidated Net Revenue

- Healthcare Informatics Solutions
- Advisory Services
- Performance Improvement Collaboratives

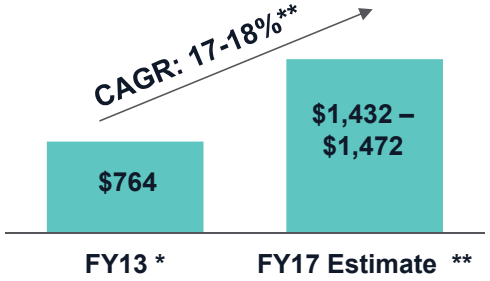
Our model at a glance

	Supply Chain Services	Performance Services	Consolidated
Business	Administrative fees Products	SaaS-based informatics products Advisory services	
Revenue Model	Supplier paid administrative fees Drug reimbursement and contract manufactured product sales	SaaS-based subscriptions Fee-for-service service subscriptions	Significant revenue visibility High retention and renewal rates

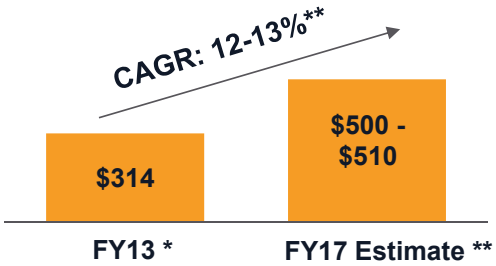
Diversified model has delivered consistent growth



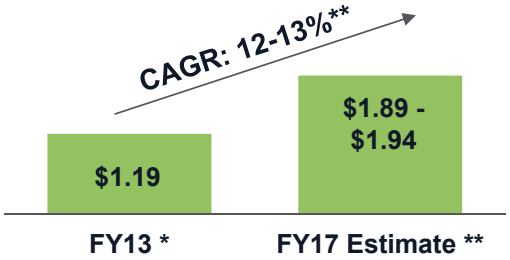
Consolidated Net Revenue*
(in millions)



Non-GAAP Adjusted EBITDA*
(in millions)



Non-GAAP Adjusted Fully Distributed EPS*

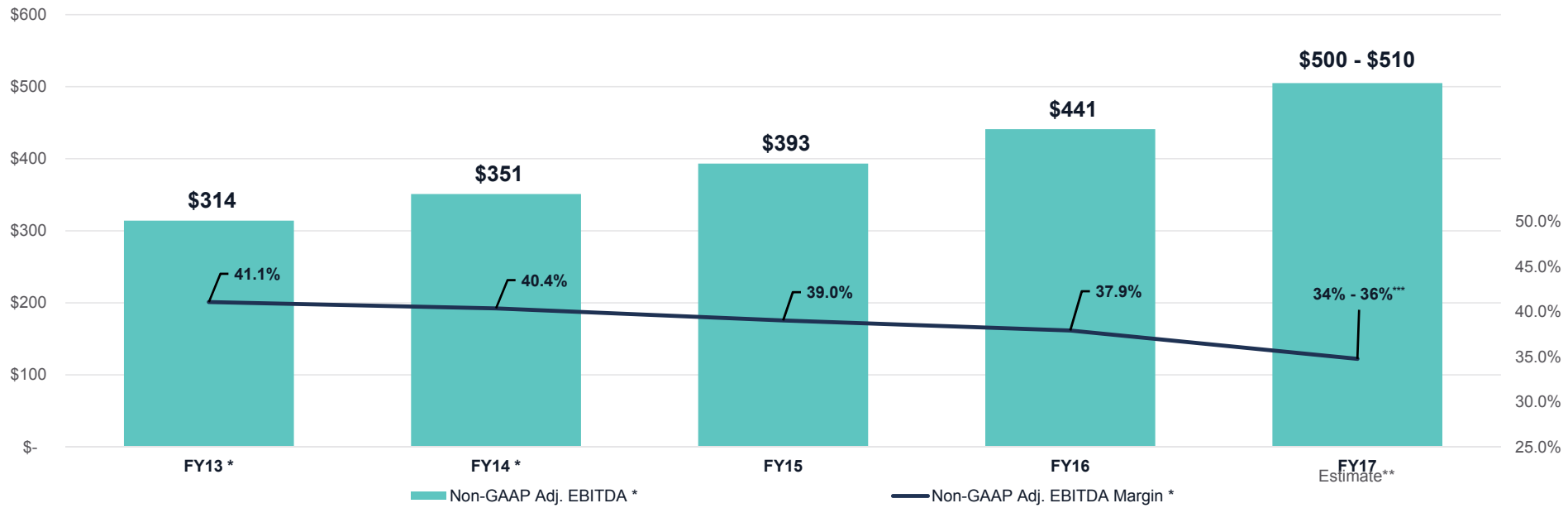


** For periods prior to October 1, 2013, comparisons are with non-GAAP pro forma information that reflects the impact of the company's 2013 reorganization and initial public offering. See non-GAAP reconciliations to GAAP equivalents in Appendix.*
*** Ranges based on the updated fiscal 2017 guidance provided on May 8, 2017 for the company's consolidated net revenue, non-GAAP adjusted EBITDA and non-GAAP adjusted fully distributed earnings per share. CAGR is based on the low end and the high end of the guidance range*

Strategic business diversification impact on non-GAAP adjusted EBITDA margin

Although consolidated non-GAAP adjusted EBITDA margin has compressed with strategic diversification, non-GAAP adjusted EBITDA in dollars has shown strong growth, supported by stable to expanding margin trends in the underlying businesses.

(in millions, except for adjusted EBITDA margin)



** For periods prior to October 1, 2013, comparisons are with non-GAAP pro forma information that reflects the impact of the company's 2013 reorganization and initial public offering. See non-GAAP reconciliations to GAAP equivalents in Appendix.*
*** Range based on the updated fiscal 2017 guidance provided on May 8, 2017 for the company's consolidated net revenue and consolidated non-GAAP adjusted EBITDA.*
**** Y-O-Y Decline predominantly due to acquisition of Acro Pharmaceutical Services in August 2016.*

Retention & renewal rates demonstrate historical member alignment

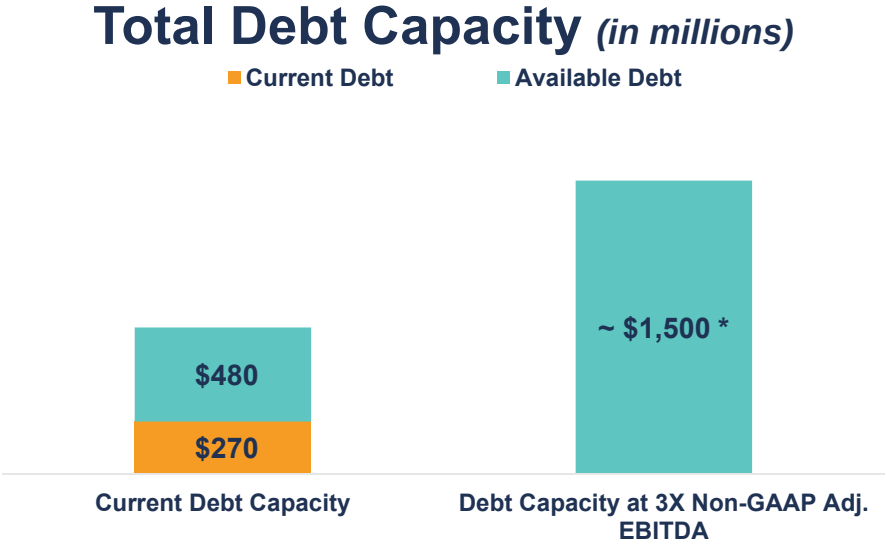
	FY17 [1]	FY16 [2]	3 Year Average [2]
GPO Retention Rate [3]	98%	97%	98%
SaaS Institutional Renewal Rate [4]	95%	92%	93%

[1] Nine-month results for period ending March 31, 2017.
[2] As of fiscal year-end June 30, 2016.
[3] The retention rate is calculated based upon the aggregate purchasing volume among all members participating in our GPO for such fiscal year less the annualized GPO purchasing volume for departed members for such fiscal year, divided by the aggregate purchasing volume among all members participating in our GPO for such fiscal year.
[4] The renewal rate is calculated based upon the total number of members that have SaaS revenue in a given period that also have revenue in the corresponding prior year period divided by the total number of members that have SaaS revenue in the same period of the prior year.

Financial flexibility to drive future growth

Balance Sheet Strength and Strong Free Cash Flow From Operations

FY17 Non-GAAP Free Cash Flow expected to be 40% - 45% of Non-GAAP Adjusted EBITDA



** Based on fiscal 2017 guidance provided on May 8, 2017*

Disciplined capital deployment strategy

Value-Enhancing Investments Balanced With Potential Capital Return to Stockholders as Appropriate

01 Deploy capital to grow organically and through M&A to meet strategic priorities

02 Maintain flexible balance sheet to optimize capital structure over time

03 Continue to assess stockholder return through distribution of capital

Why we win: key differentiators

SCALE and **ALIGNMENT**

Strategic **PARTNER** changing healthcare from the inside

DATA-enabled insights across the continuum of care

Proven **RESULTS**

Our **PEOPLE**

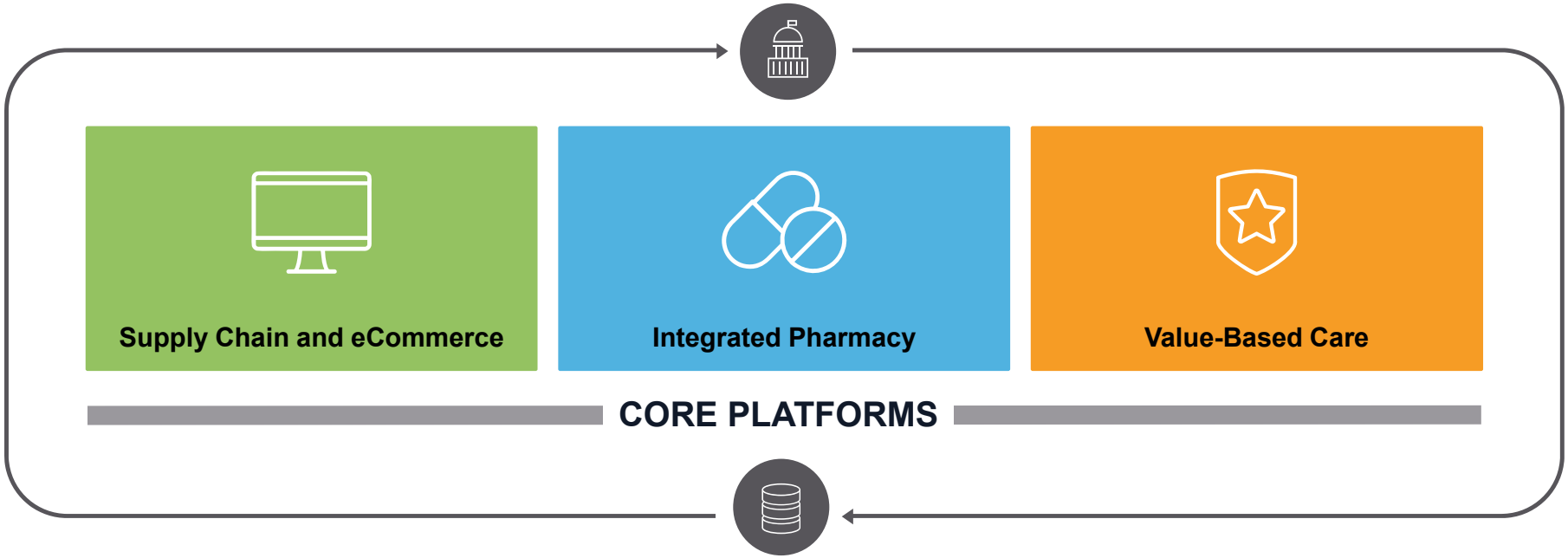
OUR INTEGRATED PLATFORM DELIVERS A:

TOTAL VALUE PROPOSITION

Data-Based Analytics | Advisory Services | Supply Chain Capabilities

Total value: three core platforms

Field and Advisory Services



Technology and Enterprise Analytics

Core platform growth and evolution since IPO

SUPPLY CHAIN & eCOMMERCE

- Grew annual GPO purchasing volume 25% to $50B since IPO
- Increased member owner participation in Direct Sourcing to more than 87%
- Implemented PremierConnect Supply Chain Analytics at more than 1,800 hospitals
- Earned top designation from KLAS for Enterprise Resource Planning (ERP) Software

INTEGRATED PHARMACY

- Expanded specialty pharmacy to 55 members, representing approximately 320 hospitals
- Acquired Acro Pharmaceutical Services in Fiscal 2017, adding 11 new limited distribution drugs, including those to treat oncology, multiple sclerosis and Idiopathic Pulmonary Fibrosis

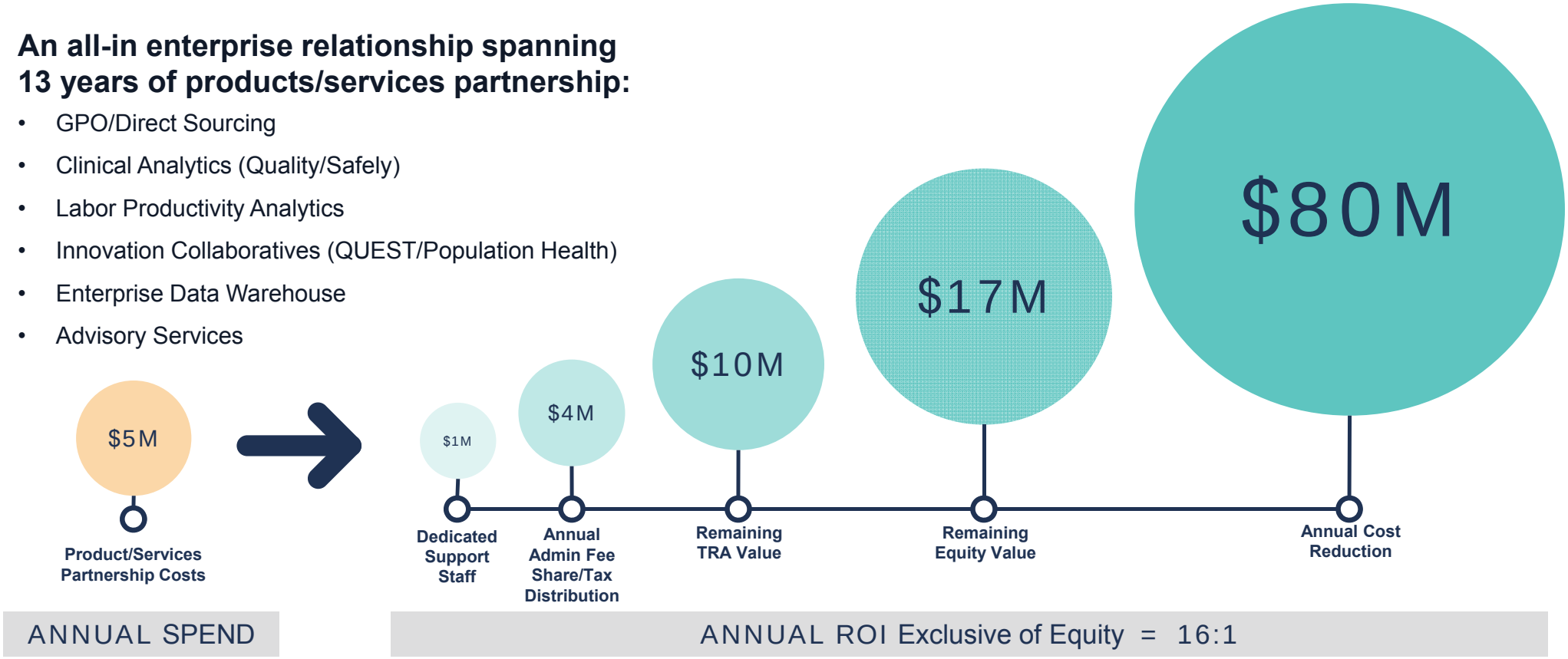
VALUE-BASED CARE

- Earned top designation from KLAS for Management Consulting and Value-Based Care Consulting
- Launched Clinician Performance Management to support regulatory reporting for physicians across continuum
- Launched Service Line Analytics to surface opportunities by integrating cost and quality data

Midwest health system's total value proposition with Premier *

An all-in enterprise relationship spanning 13 years of products/services partnership:

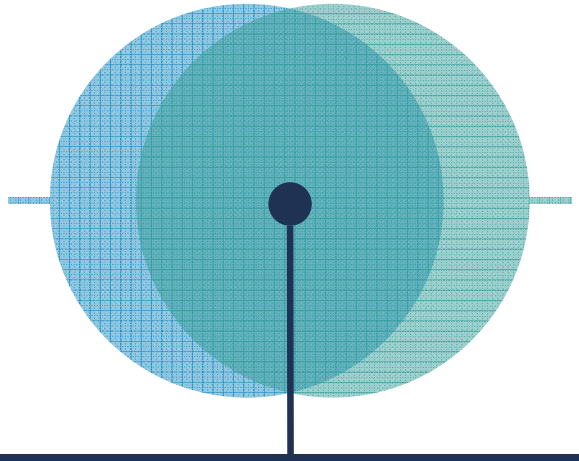
- GPO/Direct Sourcing
- Clinical Analytics (Quality/Safely)
- Labor Productivity Analytics
- Innovation Collaboratives (QUEST/Population Health)
- Enterprise Data Warehouse
- Advisory Services



* For illustrative purposes. Each member's total value varies by scope of relationship with Premier, investment size, and utilization of Premier products and services.

Total value proposition designed to build long-term stockholder value

Value-Based Care:
Focus on Cost, Quality, Safety and Population Health

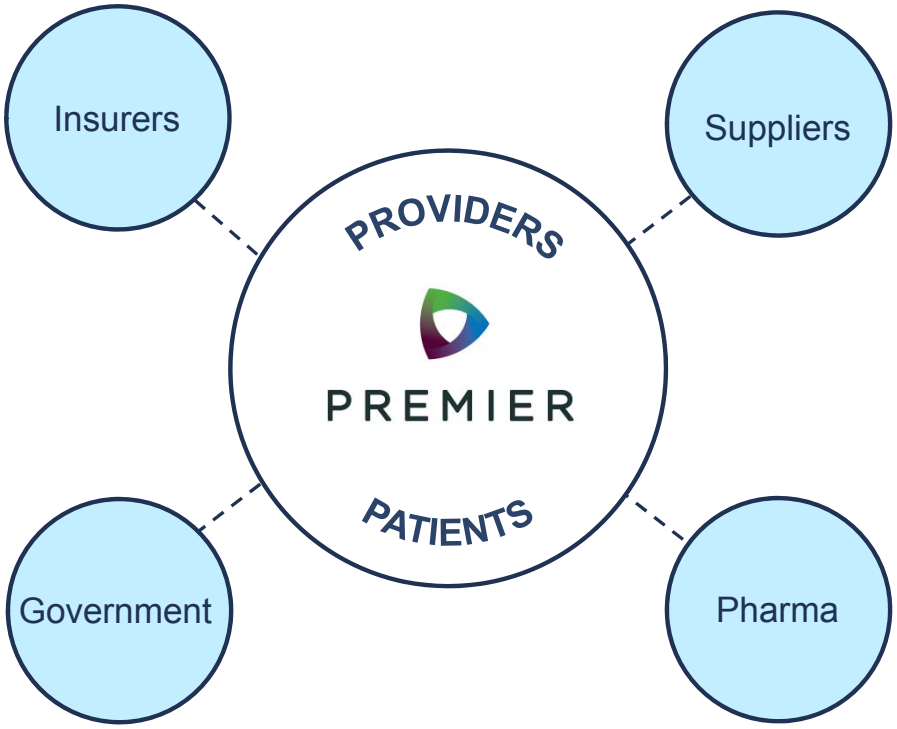


Structured Approach:
Member Alignment and Collaboration

Highly Differentiated and Comprehensive Offerings

LONG-TERM STOCKHOLDER VALUE

Premier believes it remains well-positioned in the evolving healthcare landscape



Regardless of the changes in Washington:

- Health systems and **providers face the same challenges**:
  - Reduce the cost of care
  - Improve quality and outcomes
  - Better manage the health of the populations they serve.
- **Bi-partisan support to move to fee for value expected to continue** as many of the underlying tenets of the ACA, such as MACRA, were bi-partisan.
- **Premier believes it remains well-positioned** to help members excel in a value-based care environment.

PRIORITIES FOR CHANGE

Increasing Pressure to Manage Costs

SOLUTION: TOTAL COST REDUCTION
- Technology Offerings and Advisory Expertise
- Comprehensive Analytics
- Data-driven Purchasing
- Integrated Pharmacy Shared Services

Physician Alignment Strategies

SOLUTION: CLINICIAN PERFORMANCE MGMT
- Technology Offerings and Advisory Expertise
- Alternative Payment Models
- Performance Measurement
- Specialty Pharmacy for Chronic Populations

Drug & Device Market Consolidation

SOLUTION: COMPREHENSIVE PROGRAM
- Integrated Pharmacy Infrastructure
- Comparative Effectiveness Research
- Strategic Aggregated Purchasing
- Accelerated Push to Generics and Biosimilars

Value-Based Care & Payment Models

SOLUTION: COMPREHENSIVE PROGRAM
- Robust Enterprise Data Warehousing
- Clinical and Financial Analytics / Advisory Expertise
- High Quality Outcomes Collaboratives
- Value-Based Care Collaboratives

Strategic priorities to drive long-term sustainable growth

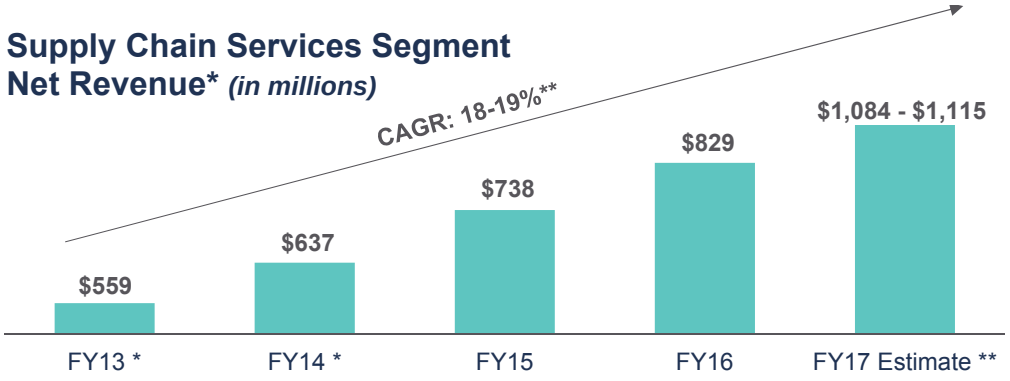
1. Drive consistent growth and returns in Supply Chain Services segment
2. Expand opportunities in Performance Services segment
3. Cross-sell into well-established and expanding member base
4. Optimize acquisitions
5. Continue to execute on strategic expansion to generate long-term stockholder value and address member needs

Drive consistent growth & returns in the Supply Chain Services segment

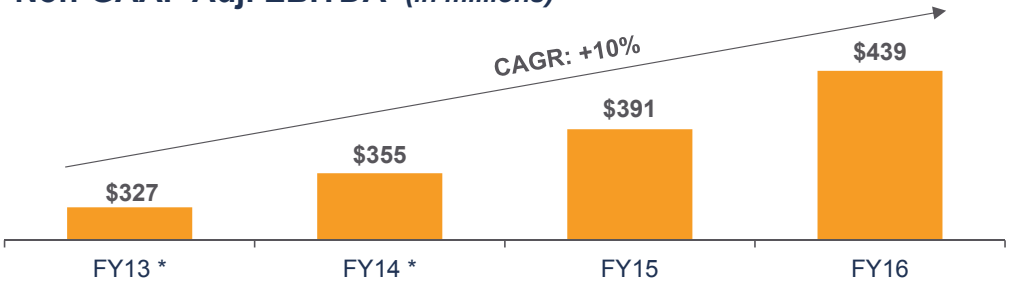
Change the game in supply chain, uncover savings and value, and lead the disruption of the industry

- Expand member base
- Deliver consistent administrative fee growth
- Continue to expand alternate site GPO business
- Leverage the supply chain "chassis"
- Integrate analytics capabilities
- Continue to expand product businesses

Supply Chain Services Segment Net Revenue* *(in millions)*



Supply Chain Services Segment Non-GAAP Adj. EBITDA* *(in millions)*



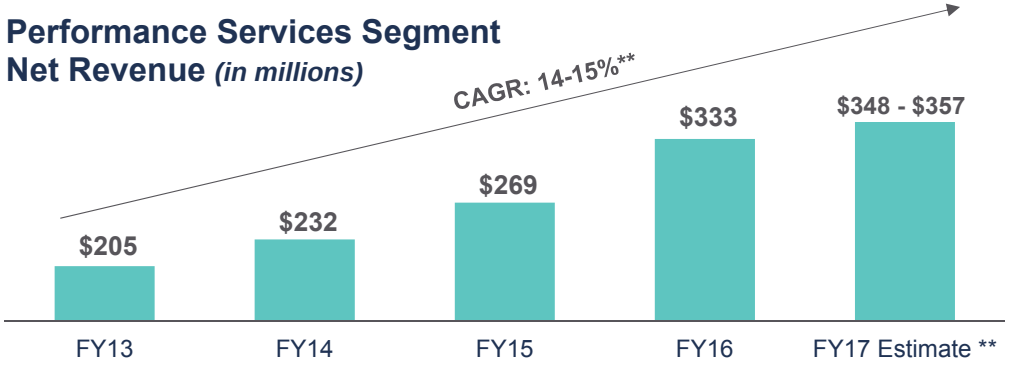
** For periods prior to October 1, 2013, comparisons are with non-GAAP pro forma information that reflects the impact of the company's 2013 reorganization and initial public offering. See non-GAAP reconciliations to GAAP equivalents in Appendix.*
*** Range based on the updated fiscal 2017 guidance provided on May 8, 2017 for the Supply Chain Services segment net revenue. CAGR is based on the low end and the high end of the guidance range.*

Expand opportunities in the Performance Services segment

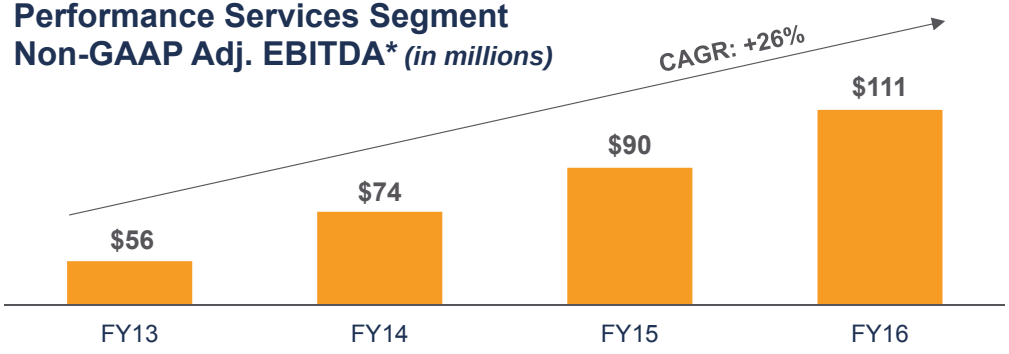
Become the preeminent economic and clinical transformation partner in the journey to value based care. Deploy unique insights, technology and comprehensive analytics with advisory and change management services to improve the quality and cost of care delivery across the continuum and optimize financial performance.

- Co-innovation by leveraging cognitive computing "backbone"
- Navigate the journey to value based payment models
- Enable Care Delivery Transformation
- Facilitate integrated enterprise analytics through PremierConnect®

Performance Services Segment Net Revenue *(in millions)*



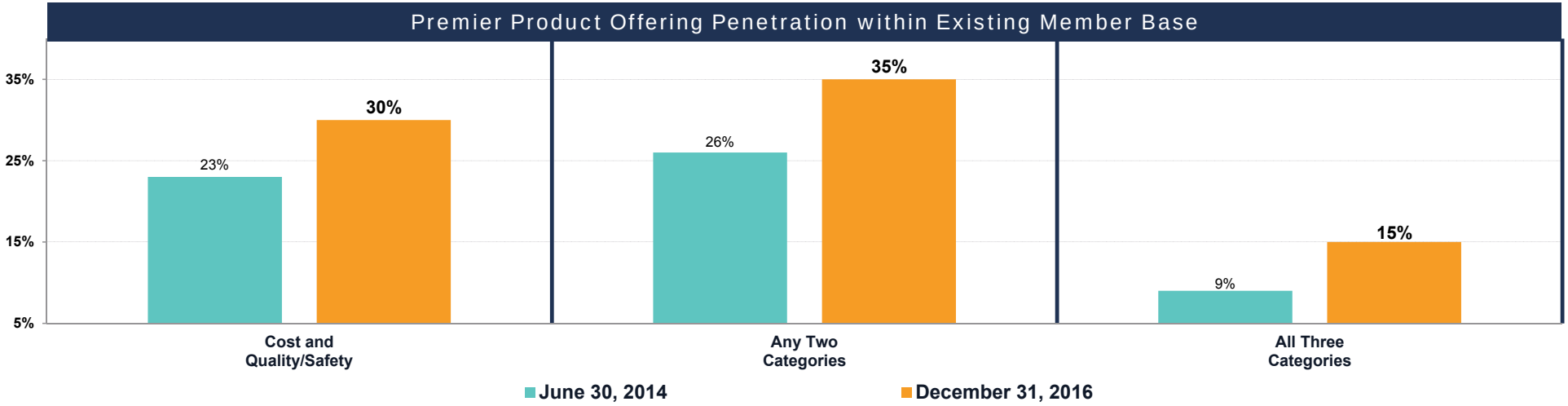
Performance Services Segment Non-GAAP Adj. EBITDA* *(in millions)*



** See non-GAAP reconciliations to GAAP equivalents in Appendix.*
*** Range based on the updated fiscal 2017 guidance provided on May 8, 2017 for the Performance Services segment net revenue. CAGR is based on the low end and the high end of the guidance range.*

Cross-sell into well-established and expanding member base

Improve Quality and Safety | Reduce Costs | Optimize Value-Based Care



[1] *Hospitals are counted in a category (reduce cost, improve quality & safety, value-based care) if they participate in at least one offering in that category (numerator). The hospital cohort is based on those hospitals that were Premier members at June 30, 2014 and December 31, 2016 (denominator).*

Disciplined diversification strategy with a focus on optimizing acquisitions

SYMMEDRx	Meddius	MEMdata Equipping Hospitals	aperek	TheraDoc	S2S GLOBAL [1]	Healthcare Insights	Qgrty	InflowHealth	ACRO	ESSENSA innovatix [4]
Clinical & physician preference cost reduction	Data acquisition from multiple technologies	Health system capital expenditure cost reduction	Supply chain technology enablement	Quality & safety improvement	Direct sourcing	Integrated financial management, cost analytics	Ambulatory performance improvement, professional education, population health	Physician practice operational and financial performance improvement	Specialty pharmacy	Alternate site GPO

2013		2014			2015				2016	
JUL	IPO [2] OCT	APR	AUG	SEPT	FEB	JUL	AUG	OCT	AUG	DEC

Blended annual return of ~12%

Tracking well, but may take an extra year to reach threshold

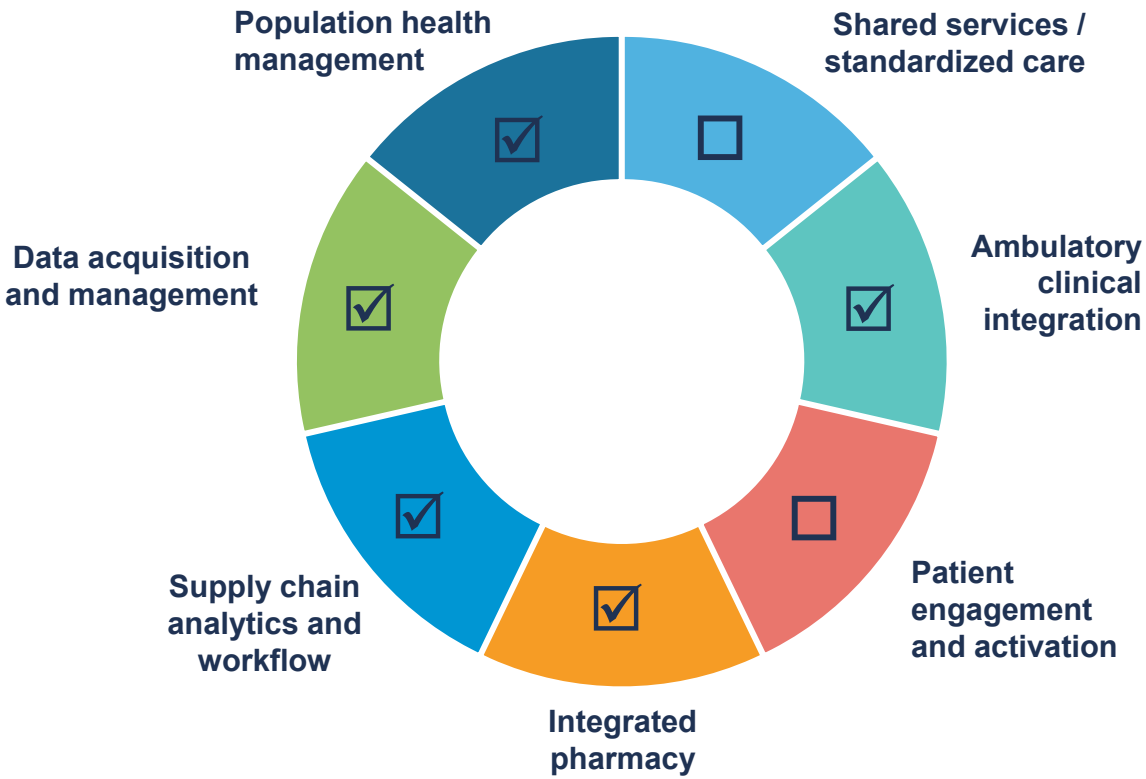
New acquisitions

[1] Purchased initial 60% ownership in 2011. Remaining 40% purchased in February 2015.
[2] Premier, Inc. initial public offering in October 2013.
[3] ROIC objective for portfolio of acquired companies is 8% annual run rate, which exceeds Premier's weighted average cost of capital, by third year post acquisition.
[4] Previously owned 50% of Innovatix. Remaining 50% was purchased on December 2, 2016.

Disciplined approach to M&A

- ✓ **Strategic Fit**
  - ✓ Alignment to member needs and strategic objectives
  - ✓ Innovation
  - ✓ Market impact
- ✓ **Financial Assessment**
  - ✓ ROIC
  - ✓ Payback period
  - ✓ Revenue diversification
  - ✓ Member benefit
- ✓ **Execution and Culture**
  - ✓ Cultural synergies
  - ✓ Complexity
  - ✓ Policy and compliance
  - ✓ Rigorous due diligence process

Strategic capabilities to target through acquisitions and investments



☑ *Completed acquisition in this strategic area of focus.*

APPENDIX

Our leadership team

Susan Devore, **President and CEO** 13 years Premier, 27 year healthcare Cap Gemini Ernst & Young	Durral Gilbert, **President, Supply Chain Services** 10 years Premier, 10 years healthcare BDS Management, Wachovia Securities
Mike Alkire, **Chief Operating Officer** 12 years Premier, 12 years healthcare Cap Gemini Ernst & Young	Leigh Anderson, **SVP and Chief Information Officer** 3 years Premier, 20 years healthcare informatics Hospital Corporation of America, HealthTrust, GHX
Craig McKasson, **Chief Financial Officer** 20 years Premier, 23 years healthcare Ernst & Young	Kelly Rakowski, **SVP, Performance Partners** 20 years healthcare Cap Gemini Ernst & Young, Accenture, Xerox, GE Healthcare

Note: Experience as of April 1, 2017.

Mission, vision and values drive our comprehensive value proposition

Mission

To improve the health of communities.

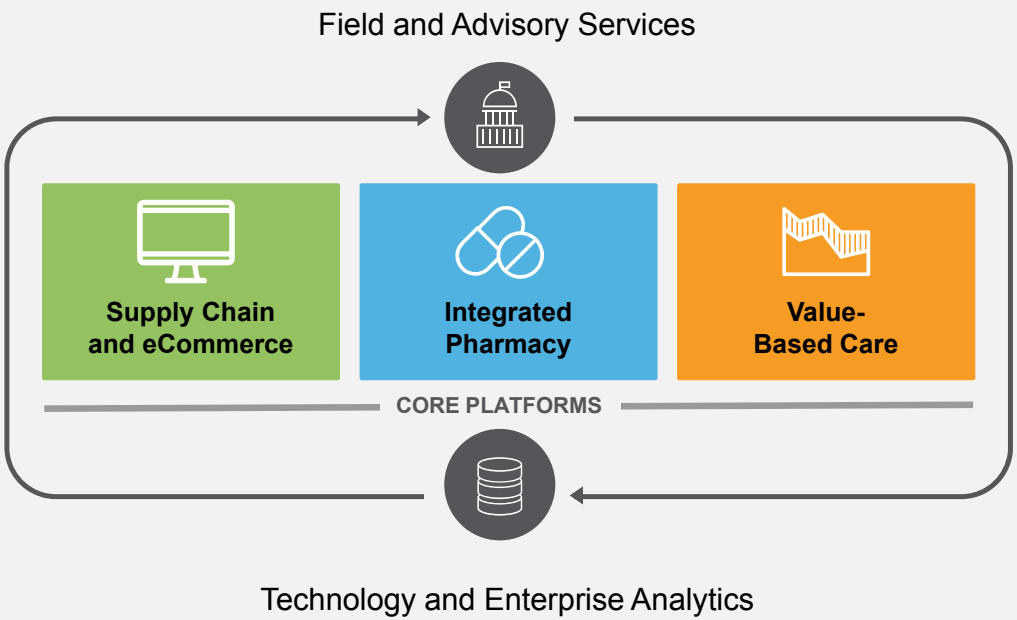
Vision

Through the collaborative power of the Premier alliance, we will lead the transformation to high-quality, cost-effective healthcare.

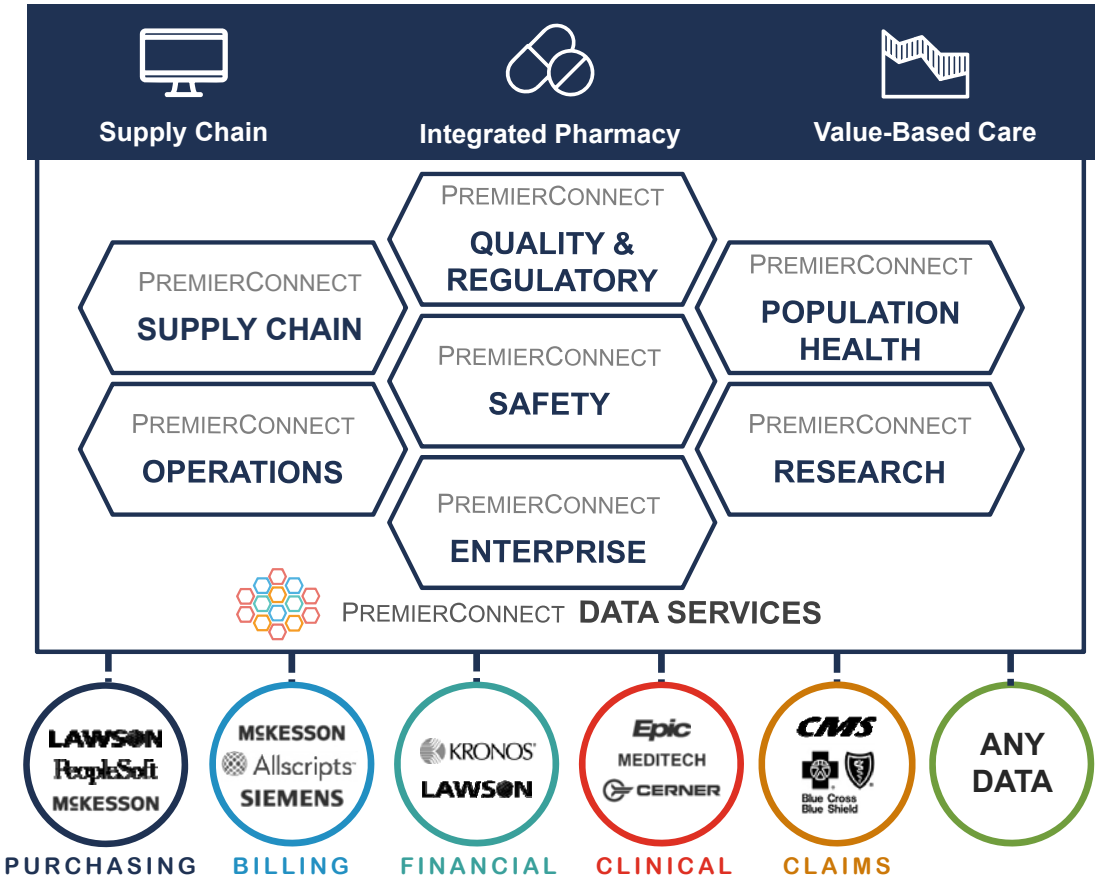
Values

- Integrity
- Focus on People
- Passion for Performance
- Innovation

Strategy



PremierConnect®: combines people, process and technology



Member owner exchange process has increased liquidity since IPO

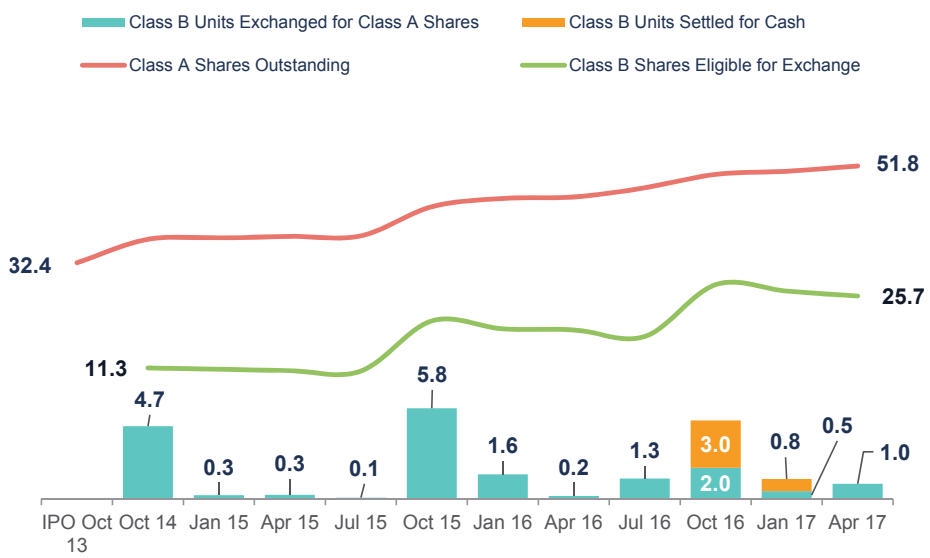
Premier, Inc. formed in 2013 with two classes of stock:

- Class A shares held by public investors
- Class B shares held by member owners

Class B units eligible to exchange 1/7th per year on quarterly basis, over 7-year period.

Member owners currently own ~63% of equity and have exchanged or settled for cash ~44% of shares eligible for exchange. [1]

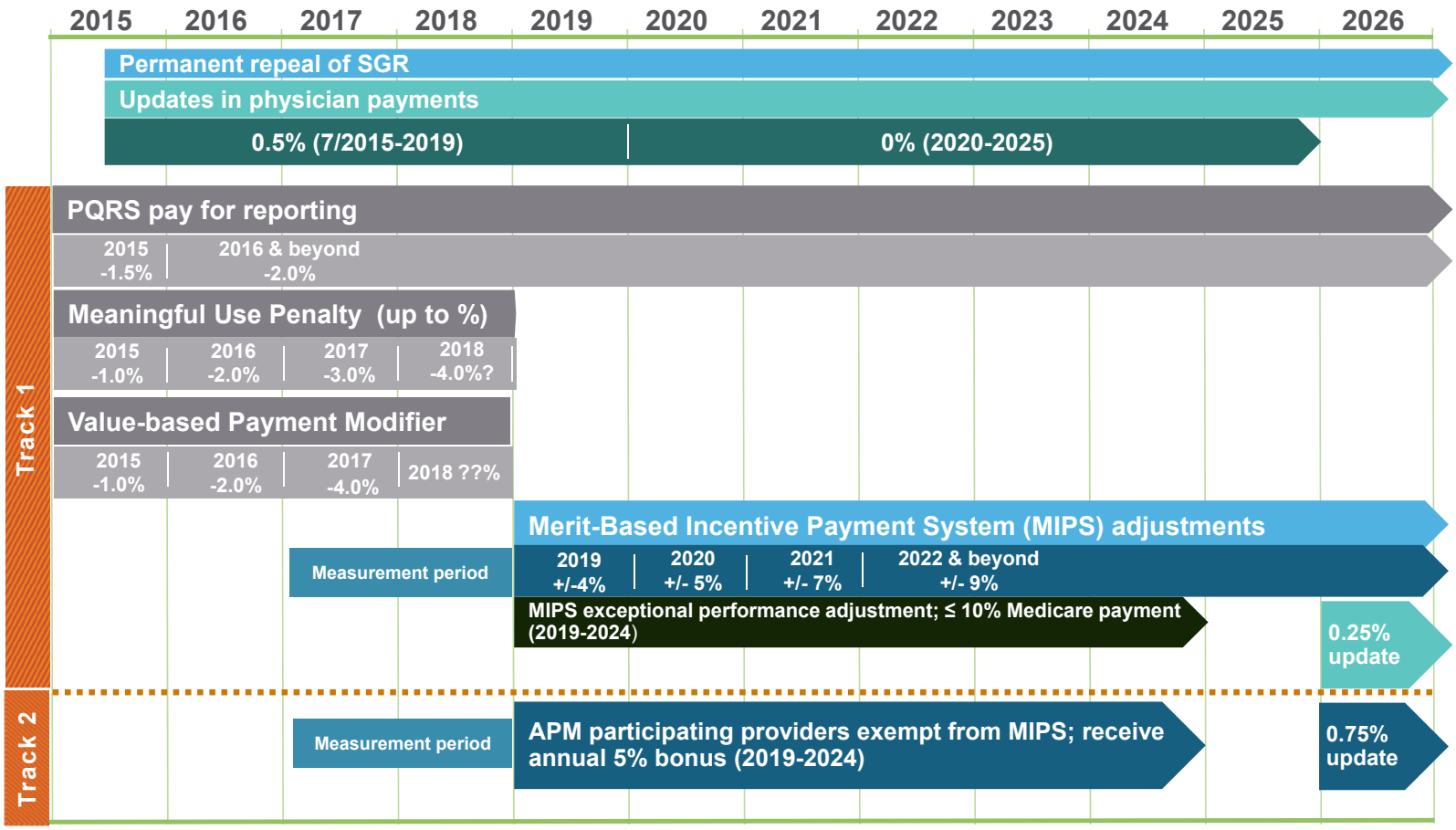
Quarterly Share Exchange Results
(in millions)



At October 2013	At May 1, 2017
Class B shares: 112.6 *(78%)*	87.3 *(63%)*
Total shares: 145.0 *(100%)*	139.0 *(100%)*

[1] As of May 1, 2017.

MACRA reform timeline



Third-quarter fiscal 2017 financial highlights

Consolidated net revenue up 27% to $379.8 million; GAAP net income up slightly to $72.1 million, GAAP EPS reflects a loss of $1.58 after non-cash adjustment

Supply Chain Services revenue up 34%

Performance Services revenue up 10%

Non-GAAP adjusted EBITDA* up 14% to $136.7 million

Non-GAAP adjusted fully distributed earnings per share* up 18% to $0.52

Reducing revenue guidance on headwinds in low-margin integrated pharmacy and market uncertainty, narrowing non-GAAP adjusted EBITDA*, increasing non-GAAP adjusted fully distributed EPS*

*See non-GAAP Adjusted EBITDA, non-GAAP Adjusted Fully Distributed Earnings Per Share and non-GAAP Free Cash Flow reconciliations to GAAP equivalents in Appendix.

FY 2017 third-quarter consolidated and segment highlights

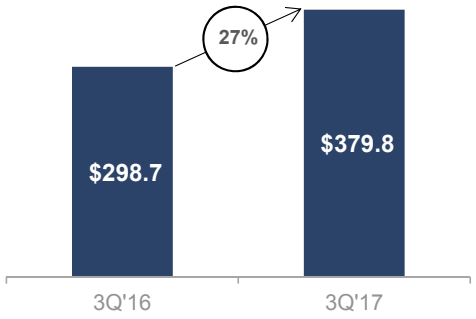
Consolidated

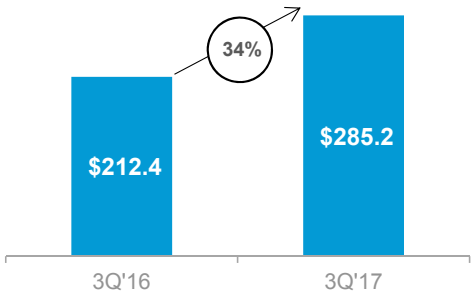
Supply Chain Services

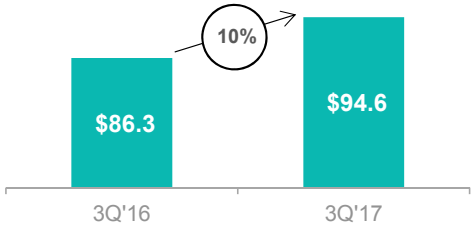
Performance Services

GAAP

Net revenue *(in millions)*

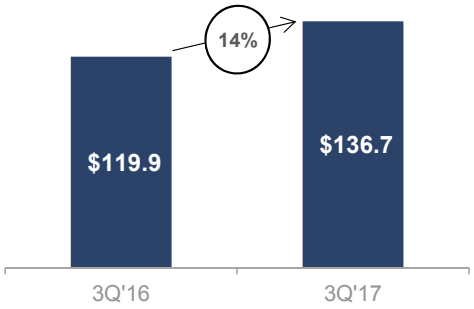


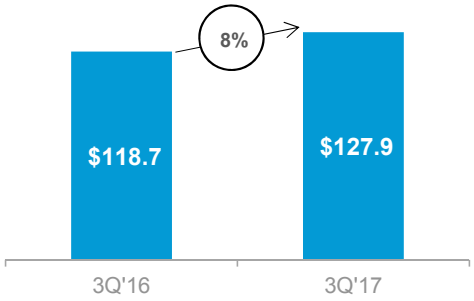


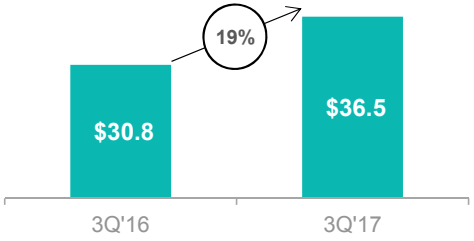


NON-GAAP*

Adjusted EBITDA *(in millions)*







*See non-GAAP Adjusted EBITDA and non-GAAP Segment Adjusted EBITDA reconciliations to GAAP equivalents in Appendix.

Fiscal 2017 full-year guidance* (for year ending June 30, 2017)

Fiscal 2017 Financial Guidance [1]

Premier, Inc. full-year fiscal 2017 financial guidance:

(in millions, except per share data)	Current* FY 2017	% YoY Increase	Previous FY 2017
Net Revenue:			
Supply Chain Services segment	$1,084.0 - $1,115.0	31% - 34%	$1,129.0 - $1,180.0
Performance Services segment	$348.0 - $357.0	4% - 7%	$355.0 - $375.0
Total Net Revenue	$1,432.0 - $1,472.0	23% - 27%	$1,484.0 - $1,555.0
Non-GAAP adjusted EBITDA	$500.0 - $510.0	13% - 16%	$493.0 - $521.0
Non-GAAP adjusted fully distributed EPS	$1.89 - $1.94	17% - 20%	$1.80 - $1.93

* Guidance updated May 8, 2017.

[1] The company does not meaningfully reconcile guidance for non-GAAP adjusted EBITDA and non-GAAP adjusted fully distributed earnings per share to net income attributable to stockholders or earnings per share attributable to stockholders because the company cannot provide guidance for more significant reconciling items between net income attributable to stockholders and adjusted EBITDA and between earnings per share attributable to stockholders and non-GAAP adjusted fully distributed earnings per share without unreasonable effort. This is because of two primary reasons:

• Reasonable guidance cannot be provided for reconciling the adjustment of redeemable limited partners' capital to redemption amount – historically the largest adjustment in the reconciliation from non-GAAP to GAAP amounts – due to the fact that the increase or decrease in this item is based on the change in the company's stock price between quarters, which the company cannot predict, control or reasonably estimate.

• Reasonable guidance cannot be provided for earnings per share attributable to stockholders because the ongoing quarterly member-owner exchange of Class B common stock and corresponding Class B units into shares of Class A common stock impacts the number of shares of Class A common stock outstanding each quarter, which the company cannot predict, control or reasonably estimate. Member owners have the right, but not the obligation, to exchange shares on a quarterly basis.

Structural implications of Premier Inc.

Structure

- Structured as "Up-C" with Premier, Inc. (parent C-Corp above operating partnership and subsidiaries)
- Premier, Inc. formed with two classes of stock
  - Class A shares held by public investors
  - Class B shares allocated to member owners

Impact of IPO and Exchange Process

- ~22% of Limited Partner interests sold to public, ~78% retained by member owners as Class B units
- Class B units eligible to exchange 1/7th per year, over seven-year period
- Exchange of Class B units for Class A shares (on a 1-for-1 basis) as B units become eligible for exchange subject to ROFR by members owners and Premier, Inc.
- Quarterly exchanges, beginning October 31, 2014, have been the primary driver for injecting 17.8 million shares of liquidity into the public market as of May 1, 2017.

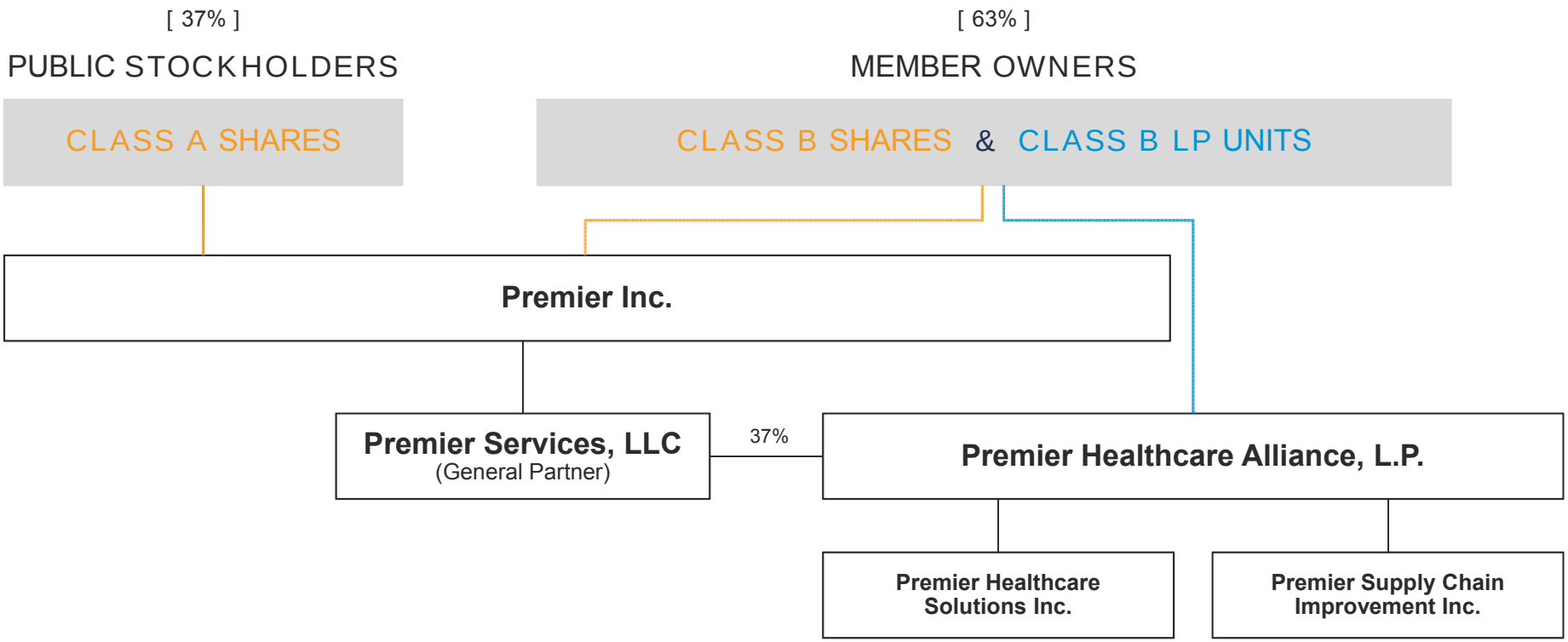
Adjusted fully distributed net income

- Given Up-C structure and differences between taxes paid by our Class A unit holder (Premier GP) vs. distributions to our Class B unit holders (members owners), we calculate Adjusted Fully Distributed Net Income for comparability purposes
- Reflects taxes and net income as if the Company was a C-Corp for all periods presented

Share count

- Class A and Class B shares will be used to calculate fully diluted EPS to eliminate variability due to member exchanges over time

Unique member alignment – ownership structure



Note: % Ownership as of May 1, 2017.

Fiscal 2017 third-quarter and fiscal 2016 third-quarter non-GAAP reconciliations

Supplemental Financial Information - Reporting of Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2017	2016	2017	2016
Reconciliation of Net Income to Adjusted EBITDA and Reconciliation of Operating Income to Segment Adjusted EBITDA:				
Net income	$ 72,139	$ 71,557	$ 308,909	$ 184,805
Interest and investment loss, net	2,017	285	3,026	981
Income tax expense	6,514	9,543	134,788	41,257
Depreciation and amortization	15.102	13.110	43.318	37.174
Amortization of purchased intangible assets	14,080	8,740	34,440	24,058
EBITDA	109,852	103,235	524,481	288,275
Stock-based compensation	7,157	11,839	19,476	37,093
Acquisition related expenses	4,330	2,583	11,483	11,699
Strategic and financial restructuring expenses	-	33	-	268
Adjustment to tax receivable agreement liability	2,768	-	(2,954)	(4,818)
ERP implementation expenses	215	1,162	1,741	3,240
Acquisition related adjustment - revenue	11,765	1,077	17,729	5,216
Remeasurement gain attributable to acquisition of Innovatix, LLC	-	-	(204,833)	-
Loss on disposal of long-lived assets	725	-	2,243	-
Other expense (income), net	(88)	-	140	8
Adjusted EBITDA	$ 136,724	$ 119,929	$ 369,506	$ 340,981

Fiscal 2017 third-quarter and fiscal 2016 third-quarter non-GAAP reconciliations

Supplemental Financial Information Reporting of Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2017	2016	2017	2016
Income before income taxes	$ 78,653	$ 81,100	$ 443,697	$ 226,062
Remeasurement gain attributable to acquisition of Innovatix, LLC	-	-	(204,833)	-
Equity in net income of unconsolidated affiliates	(83)	(6,627)	(14,789)	(16,002)
Interest and investment loss, net	2,017	285	3,026	981
Loss on disposal of long-lived assets	725	-	2,243	-
Other expense (income), net	(2,260)	-	(3,135)	2,081
Operating income	79,052	74,758	226,209	213,122
Depreciation and amortization	15,102	13,110	43,318	37,174
Amortization of purchased intangible assets	14,080	8,740	34,440	24,058
Stock-based compensation	7,157	11,839	19,476	37,093
Acquisition related expenses	4,330	2,583	11,483	11,699
Strategic and financial restructuring expenses	-	33	-	268
Adjustment to tax receivable agreement liability	2,768	-	(2,954)	(4,818)
ERP implementation expenses	215	1,162	1,741	3,240
Acquisition related adjustment - revenue	11,765	1,077	17,729	5,216
Equity in net income of unconsolidated affiliates	83	6,627	14,789	16,002
Deferred compensation plan income (expense)	1,675	-	2,778	(2,073)
Other income	497	-	497	-
Adjusted EBITDA	$ 135,724	$ 119,929	$ 369,506	$ 340,981
Segment Adjusted EBITDA:				
Supply Chain Services	$ 127,898	$ 118,704	$ 364,224	$ 329,642
Performance Services	35,535	30,771	87,449	90,158
Corporate	(27,709)	(29,546)	(82,167)	(78,819)
Adjusted EBITDA	$ 135,724	$ 119,929	$ 369,506	$ 340,981

Fiscal 2017 third-quarter and fiscal 2016 third-quarter non-GAAP reconciliations

Supplemental Financial Information - Reporting of Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2017	2016	2017	2016
Reconciliation of Net Income (Loss) Attributable to Stockholders to Non-GAAP Adjusted Fully Distributed Net Income:				
Net income (loss) attributable to stockholders	$ (79,800)	$ 299,948	$ 323,268	$ 716,719
Adjustment of redeemable partners' capital to redemption amount	99,974	(284,409)	(247,042)	(685,649)
Net income attributable to non-controlling interest in Premier LP	51,965	56,018	232,683	153,735
Income tax expense	6,514	9,543	134,788	41,257
Amortization of purchased intangible assets	14,080	8,740	34,440	24,058
Stock-based compensation	7,157	11,839	19,476	37,093
Acquisition related expenses	4,330	2,583	11,483	11,699
Strategic and financial restructuring expenses	-	33	-	268
Adjustment to tax receivable agreement liability	2,768	-	(2,954)	(4,818)
ERP implementation expenses	215	1,162	1,741	3,240
Acquisition related adjustment - revenue	11,765	1,077	17,729	5,216
Remeasurement gain attributable to acquisition of Innovatix, LLC	-	-	(204,833)	-
Loss on disposal of long-lived assets	725	-	2,243	-
Other expense (income), net	(88)	-	140	-
Non-GAAP adjusted fully distributed income before income taxes	119,605	106,534	323,162	302,818
Income tax expense on fully distributed income before income taxes	46,646	42,614	126,033	121,127
Non-GAAP Adjusted Fully Distributed Net Income	**$ 72,959**	**$ 63,920**	**$ 197,129**	**$ 181,691**

Fiscal 2017 third-quarter and fiscal 2016 third-quarter non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands, except per share data)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2017	2016	2017	2016
Reconciliation of numerator for GAAP EPS to Non-GAAP EPS on Adjusted Fully Distributed Net Income:				
Net income (loss) attributable to stockholders	$ (79,800)	$ 299,948	$ 323,268	$ 716,719
Adjustment of redeemable partners' capital to redemption amount	99,974	(284,409)	(247,042)	(685,649)
Net income attributable to non-controlling interest in Premier LP	51,965	56,018	232,683	153,735
Income tax expense	6,514	9,543	134,788	41,257
Amortization of purchased intangible assets	14,080	8,740	34,440	24,058
Stock-based compensation	7,157	11,839	19,476	37,093
Acquisition related expenses	4,330	2,583	11,483	11,699
Strategic and financial restructuring expenses	-	33	-	268
Adjustment to tax receivable agreement liability	2,768	-	(2,954)	(4,818)
ERP implementation expenses	215	1,162	1,741	3,240
Acquisition related adjustment - revenue	11,765	1,077	17,729	5,216
Remeasurement gain attributable to acquisition of Innovatix, LLC	-	-	(204,833)	-
Loss on disposal of long-lived assets	725	-	2,243	-
Other expense (income), net	(88)	-	140	-
Non-GAAP adjusted fully distributed income before income taxes	119,605	106,534	323,162	302,818
Income tax expense on fully distributed income before income taxes	46,646	42,614	126,033	121,127
Non-GAAP Adjusted Fully Distributed Net Income	**$ 72,959**	**$ 63,920**	**$ 197,129**	**$ 181,691**

Fiscal 2017 third-quarter and fiscal 2016 third-quarter non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands, except per share data)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2017	2016	2017	2016
Reconciliation of denominator for GAAP EPS to Non-GAAP Adjusted Fully Distributed Earnings per Share:				
Weighted Average:				
Common shares used for basic and diluted earnings (loss) per share	50,525	44,716	49,051	41,329
Potentially dilutive shares	465	2,465	446	2,172
Conversion of Class B common units	88,892	97,837	91,875	102,057
Weighted average fully distributed shares outstanding - diluted	**139,882**	**145,018**	**141,372**	**145,558**
Reconciliation of GAAP EPS to Non-GAAP Adjusted Fully Distributed EPS:				
GAAP earnings (loss) per share	**$ (1.58)**	**$ 6.71**	**$ 6.59**	**$ 17.34**
Adjustment of redeemable limited partners' capital to redemption amount	1.98	(6.36)	(5.04)	(16.59)
Impact of additions:				
Net income attributable to non-controlling interest in Premier LP	1.03	1.25	4.74	3.72
Income tax expense	0.13	0.21	2.75	1.00
Amortization of purchased intangible assets	0.28	0.20	0.70	0.58
Stock-based compensation	0.14	0.26	0.40	0.90
Acquisition related expenses	0.09	0.06	0.23	0.28
Strategic and financial restructuring expenses	-	-	-	0.01
Adjustment to tax receivable agreement liability	0.05	-	(0.06)	(0.12)
ERP implementation expenses	-	0.03	0.04	0.08
Acquisition related adjustment - revenue	0.23	0.02	0.36	0.13
Remeasurement gain attributable to acquisition of Innovatix, LLC	-	-	(4.18)	-
Loss on disposal of long-lived assets	0.01	-	0.05	-
Impact of corporation taxes	(0.92)	(0.95)	(2.57)	(2.93)
Impact of increased share count	(0.92)	(0.99)	(2.62)	(3.15)
Non-GAAP Adjusted Fully Distributed Earnings Per Share	**$ 0.52**	**$ 0.44**	**$ 1.39**	**$ 1.26**

Fiscal 2016 and fiscal 2015 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(in thousands)

	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2016	**2015**	**2016**	**2015**
Reconciliation of Net Income to Adjusted EBITDA and Reconciliation of Segment Adjusted EBITDA to Income Before Income Taxes:				
Net income	$ 50,356	$ 32,061	$ 235,161	$ 234,785
Interest and investment income (loss), net	40	(349)	1,021	(866)
Income tax expense	8,464	24,235	49,721	36,342
Depreciation and amortization	13,928	12,079	51,102	45,186
Amortization of purchased intangible assets	8,996	2,538	33,054	9,136
EBITDA	81,784	70,564	370,059	324,583
Stock-based compensation [(a)]	11,988	7,369	49,081	28,498
Acquisition related expenses	4,105	2,629	15,804	9,037
Strategic and financial restructuring expenses	—	92	268	1,373
Adjustment to tax receivable agreement liability	—	—	(4,818)	—
Loss on investment	—	—	—	1,000
ERP implementation expenses	1,630	—	4,870	—
Acquisition related adjustment - deferred revenue	408	4,147	5,624	13,371
Loss on disposal of long-lived assets	—	15,243	—	15,243
Other expense, net	79	60	87	70
Adjusted EBITDA	$ 99,994	$ 100,104	$ 440,975	$ 393,175

(a) Represents non-cash employee stock-based compensation expense, and $0.1 million and $0.4 million stock purchase plan expense in the three and twelve months ended June 30, 2016, respectively.

** Financial outlook does not contemplate any contribution from potential acquisitions. See the forward-looking statement at the beginning of this presentation. Readers should not place undue reliance on this preliminary financial outlook.*

Fiscal 2016 and fiscal 2015 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(in thousands)

	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2016	**2015**	**2016**	**2015**
Segment Adjusted EBITDA:				
Supply Chain Services	$ 109,371	$ 100,970	$ 439,013	$ 391,180
Performance Services	20,629	22,518	110,787	90,235
Corporate	(30,006)	(23,384)	(108,825)	(88,240)
Adjusted EBITDA	$ 99,994	$ 100,104	$ 440,975	$ 393,175
Depreciation and amortization	(13,928)	(12,079)	(51,102)	(45,186)
Amortization of purchased intangible assets	(8,996)	(2,538)	(33,054)	(9,136)
Stock-based compensation [(a)]	(11,988)	(7,369)	(49,081)	(28,498)
Acquisition related expenses	(4,105)	(2,629)	(15,804)	(9,037)
Strategic and financial restructuring expenses	—	(92)	(268)	(1,373)
Adjustment to tax receivable agreement liability	—	—	4,818	—
ERP implementation expenses	(1,630)	—	(4,870)	—
Acquisition related adjustment - deferred revenue	(408)	(4,147)	(5,624)	(13,371)
Equity in net income of unconsolidated affiliates	(5,645)	(6,473)	(21,647)	(21,285)
Deferred compensation plan income (expense)	(468)	544	1,605	753
Operating income	**$ 52,826**	**$ 65,321**	**$ 265,948**	**$ 266,042**
Equity in net income of unconsolidated affiliates	5,645	6,473	21,647	21,285
Interest and investment income (loss), net	(40)	349	(1,021)	866
Loss on investment	—	—	—	(1,000)
Loss on disposal of long-lived assets	—	(15,243)	—	(15,243)
Other income (expense), net	389	(604)	(1,692)	(823)
Income before income taxes	**$ 58,820**	**$ 56,296**	**$ 284,882**	**$ 271,127**

(a) Represents non-cash employee stock-based compensation expense, and $0.1 million and $0.4 million stock purchase plan expense in the three and twelve months ended June 30, 2016, respectively.

Fiscal 2016 and fiscal 2015 non-GAAP reconciliations

Reconciliation of Net Income (Loss) Attributable to Stockholders to Non-GAAP Adjusted Fully Distributed Net Income:				
Net income (loss) attributable to stockholders	$ 101,645	$ (84,076)	$ 818,364	$ (865,292)
Adjustment of redeemable partners' capital to redemption amount	(91,101)	92,066	(776,750)	904,035
Income tax expense	8,464	24,235	49,721	36,342
Stock-based compensation [(a)]	11,988	7,369	49,081	28,498
Acquisition related expenses	4,105	2,629	15,804	9,037
Strategic and financial restructuring expenses	—	92	268	1,373
ERP implementation expenses	1,630	—	4,870	—
Adjustment to tax receivable agreement liability	—	—	(4,818)	—
Loss on investment	—	—	—	1,000
Acquisition related adjustment - deferred revenue	408	4,147	5,624	13,371
Loss on disposal of long-lived assets	—	15,243	—	15,243
Amortization of purchased intangible assets	8,996	2,538	33,054	9,136
Net income attributable to non-controlling interest in Premier LP	39,812	24,071	193,547	194,206
Non-GAAP adjusted fully distributed income before income taxes	85,947	88,314	388,765	346,949
Income tax expense on fully distributed income before income taxes	34,379	35,326	155,506	138,780
Non-GAAP Adjusted Fully Distributed Net Income	**$ 51,568**	**$ 52,988**	**$ 233,259**	**$ 208,169**

(a) Represents non-cash employee stock-based compensation expense, and $0.1 million and $0.4 million stock purchase plan expense in the three and twelve months ended June 30, 2016, respectively.

Fiscal 2016 and fiscal 2015 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(in thousands, except per share data)

	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2016	**2015**	**2016**	**2015**
Reconciliation of numerator for GAAP EPS to Non-GAAP EPS on Adjusted Fully Distributed Net Income				
Net income (loss) attributable to stockholders	$ 101,645	$ (84,076)	$ 818,364	$ (865,292)
Adjustment of redeemable limited partners' capital to redemption amount	(91,101)	92,066	(776,750)	904,035
Income tax expense	8,464	24,235	49,721	36,342
Stock-based compensation [(a)]	11,988	7,369	49,081	28,498
Acquisition related expenses	4,105	2,629	15,804	9,037
Strategic and financial restructuring expenses	—	92	268	1,373
ERP implementation expenses	1,630	—	4,870	—
Adjustment to tax receivable agreement liability	—	—	(4,818)	—
Loss on investment	—	—	—	1,000
Acquisition related adjustment - deferred revenue	408	4,147	5,624	13,371
Loss on disposal of long-lived assets	—	15,243	—	15,243
Amortization of purchased intangible assets	8,996	2,538	33,054	9,136
Net income attributable to non-controlling interest in Premier LP	39,812	24,071	193,547	194,206
Non-GAAP fully distributed income before income taxes	85,947	88,314	388,765	346,949
Income tax expense on fully distributed income before income taxes	34,379	35,326	155,506	138,780
Non-GAAP Adjusted Fully Distributed Net Income	**$ 51,568**	**$ 52,988**	**$ 233,259**	**$ 208,169**

(a) Represents non-cash employee stock-based compensation expense, and $0.1 million and $0.4 million stock purchase plan expense in the three and twelve months ended June 30, 2016, respectively.

Fiscal 2016 and fiscal 2015 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(in thousands, except per share data)

	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2016	**2015**	**2016**	**2015**
Reconciliation of denominator for GAAP EPS to Non-GAAP Adjusted Fully Distributed Earnings per Share				
Weighted Average:				
Common shares used for basic and diluted earnings (loss) per share	45,506	37,576	42,368	35,681
Potentially dilutive shares	2,911	1,592	2,366	1,048
Conversion of Class B common units	96,204	106,471	100,574	108,518
Weighted average fully distributed shares outstanding - diluted	**144,621**	**145,639**	**145,308**	**145,247**
Reconciliation of GAAP EPS to Non-GAAP Adjusted Fully Distributed EPS				
GAAP earnings (loss) per share	$ 2.23	$ (2.24)	$ 19.32	$ (24.25)
Adjustment of redeemable limited partners' capital to redemption amount	$ (2.00)	$ 2.45	$ (18.33)	$ 25.34
Impact of additions:				
Income tax expense	$ 0.19	$ 0.64	$ 1.17	$ 1.02
Stock-based compensation [(a)]	$ 0.26	$ 0.20	$ 1.16	$ 0.80
Acquisition related expenses	$ 0.09	$ 0.07	$ 0.37	$ 0.25
Strategic and financial restructuring expenses	$ -	$ -	$ 0.01	$ 0.04
ERP implementation expenses	$ 0.04	$ -	$ 0.11	$ -
Adjustment to tax receivable agreement liability	$ -	$ -	$ (0.11)	$ -
Loss on investment	$ -	$ -	$ -	$ 0.03
Acquisition related adjustment - deferred revenue	$ 0.01	$ 0.11	$ 0.13	$ 0.37
Loss on disposal of long-lived assets	$ -	$ 0.41	$ -	$ 0.43
Amortization of purchased intangible assets	$ 0.20	$ 0.07	$ 0.78	$ 0.26
Net income attributable to non-controlling interest in Premier LP	$ 0.87	$ 0.64	$ 4.57	$ 5.44
Impact of corporation taxes	$ (0.76)	$ (0.94)	$ (3.67)	$ (3.90)
Impact of increased share count	$ (0.77)	$ (1.05)	$ (3.90)	$ (4.40)
Non-GAAP Adjusted Fully Distributed Earnings Per Share	**$ 0.36**	**$ 0.36**	**$ 1.61**	**$ 1.43**

(a) Represents non-cash employee stock-based compensation expense, and $0.1 million and $0.4 million stock purchase plan expense in the three and twelve months ended June 30, 2016, respectively.

Fiscal 2015 and fiscal 2014 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Pro Forma Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended June 30,		Year Ended June 30,	
	2015*	2014*	2015*	2014
Reconciliation of Pro Forma Net Revenue to Net Revenue:				
Pro Forma Net Revenue	$ 266,553	$ 235,466	$ 1,007,029	$ 869,286
Pro forma adjustment for revenue share post-IPO	—	—	—	41,263
Net Revenue	$ 266,553	$ 235,466	$ 1,007,029	$ 910,549
Reconciliation of Net Income to Adjusted EBITDA and Reconciliation of Segment Adjusted EBITDA to Income Before Income Taxes:				
Net income	$ 32,061	$ 66,632	$ 234,785	$ 332,617
Pro forma adjustment for revenue share post-IPO	—	—	—	(41,263)
Interest and investment income, net	(349)	(378)	(866)	(1,019)
Income tax expense	24,235	3,248	36,342	27,709
Depreciation and amortization	12,079	9,809	45,186	36,761
Amortization of purchased intangible assets	2,538	904	9,136	3,062
EBITDA	70,564	80,215	324,583	357,867
Stock-based compensation	7,369	6,358	28,498	19,476
Acquisition related expenses	2,629	711	9,037	2,014
Strategic and financial restructuring expenses	92	146	1,373	3,760
(Gain) loss on investment	—	(522)	1,000	(38,372)
Adjustment to tax receivable agreement liability	—	6,215	—	6,215
Acquisition related adjustment - deferred revenue	4,147	—	13,371	—
Loss on disposal of long-lived assets	15,243	—	15,243	—
Other expense (income), net	60	121	70	65
Adjusted EBITDA	$ 100,104	$ 93,244	$ 393,175	$ 351,025

* Note that no pro forma adjustments were made for the three months and year ended June 30, 2015 and the three months ended June 30, 2014; as such, actual results are presented for each of these periods.

Fiscal 2015 and fiscal 2014 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Pro Forma Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended June 30,		Year Ended June 30,	
	2015*	**2014***	**2015***	**2014**
Segment Adjusted EBITDA:				
Supply Chain Services	$ 100,970	$ 94,394	$ 391,180	$ 396,470
Pro forma adjustment for revenue share post-IPO	—	—	—	(41,263)
Supply Chain Services *(including pro forma adjustment)*	$ 100,970	$ 94,394	$ 391,180	$ 355,207
Performance Services	22,518	19,531	90,235	73,898
Corporate	(23,384)	(20,681)	(88,240)	(78,080)
Adjusted EBITDA	$ 100,104	$ 93,244	$ 393,175	$ 351,025
Depreciation and amortization	(12,079)	(9,809)	(45,186)	(36,761)
Amortization of purchased intangible assets	(2,538)	(904)	(9,136)	(3,062)
Stock-based compensation	(7,369)	(6,358)	(28,498)	(19,476)
Acquisition related expenses	(2,629)	(711)	(9,037)	(2,014)
Strategic and financial restructuring expenses	(92)	(146)	(1,373)	(3,760)
Adjustment to tax receivable agreement liability	—	(6,215)	—	(6,215)
Acquisition related adjustment - deferred revenue	(4,147)	—	(13,371)	—
Equity in net income of unconsolidated affiliates	(6,473)	(4,805)	(21,285)	(16,976)
Deferred compensation plan expense (income)	544	(1,972)	753	(1,972)
	65,321	62,324	266,042	260,789
Pro forma adjustment for revenue share post-IPO	—	—	—	41,263
Operating income	**$ 65,321**	**$ 62,324**	**$ 266,042**	**$ 302,052**
Equity in net income of unconsolidated affiliates	6,473	4,805	21,285	16,976
Interest and investment income, net	349	378	866	1,019
(Loss) gain on investment	—	522	(1,000)	38,372
Loss on disposal of long-lived assets	(15,243)	—	(15,243)	—
Other (expense) income, net	(604)	1,851	(823)	1,907
Income before income taxes	**$ 56,296**	**$ 69,880**	**$ 271,127**	**$ 360,326**

* Note that no pro forma adjustments were made for the three months and year ended June 30, 2015 and the three months ended June 30, 2014; as such, actual results are presented for each of these periods.

Fiscal 2015 and fiscal 2014 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Pro Forma Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended June 30,		Year Ended June 30,	
	2015*	**2014***	**2015***	**2014**
Reconciliation of Non-GAAP Pro Forma Adjusted Fully Distributed Net Income:				
Net income attributable to shareholders	$ 7,990	$ 8,879	$ 38,743	$ 28,332
Pro forma adjustment for revenue share post-IPO	—	—	—	(41,263)
Income tax expense	24,235	3,248	36,342	27,709
Stock-based compensation	7,369	6,358	28,498	19,476
Acquisition related expenses	2,629	711	9,037	2,014
Strategic and financial restructuring expenses	92	146	1,373	3,760
(Gain) loss on investment	—	(522)	1,000	(38,372)
Adjustment to tax receivable agreement liability	—	6,215	—	6,215
Acquisition related adjustment - deferred revenue	4,147	—	13,371	—
Loss on disposal of long-lived assets	15,243	—	15,243	—
Amortization of purchased intangible assets	2,538	904	9,136	3,062
Net income attributable to noncontrolling interest in Premier LP	24,071	57,281	194,206	303,336
Non-GAAP pro forma adjusted fully distributed income before income taxes	88,314	83,220	346,949	314,269
Income tax expense on fully distributed income before income taxes	35,326	33,288	138,780	125,708
Non-GAAP Pro Forma Adjusted Fully Distributed Net Income	**$ 52,988**	**$ 49,932**	**$ 208,169**	**$ 188,561**

* Note that no pro forma adjustments were made for the three months and year ended June 30, 2015 and the three months ended June 30, 2014; as such, actual results are presented for each of these periods.

Fiscal 2015 and fiscal 2014 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands, except per share data)

	Three Months Ended June 30,		Year Ended June 30,	
	2015*	**2014***	**2015***	**2014**
Reconciliation of numerator for GAAP EPS to Non-GAAP EPS on Net Income Attributable to Stockholders				
Net (loss) income attributable to stockholders after adjustment of redeemable limited partners' capital to redemption amount	$ (84,076)	$ 491,389	$ (865,292)	$ (2,713,256)
Adjustment of redeemable limited partners' capital to redemption amount	92,066	(482,510)	904,035	2,741,588
Net income attributable to stockholders	7,990	8,879	38,743	28,332
Reconciliation of denominator for GAAP EPS to Non-GAAP EPS on Net Income Attributable to Stockholders				
Weighted Average:				
Common shares used for basic and diluted earnings per share	37,576	32,375	35,681	25,633
Potentially dilutive shares	1,592	194	1,048	124
Weighted average fully distributed shares outstanding - diluted	**39,168**	**32,569**	**36,729**	**25,757**
Reconciliation of GAAP EPS to Non-GAAP EPS on Net Income Attributable to Stockholders				
GAAP earnings (loss) per share	$ (2.24)	$ 15.18	$ (24.25)	$ (105.85)
Impact of adjustment of redeemable limited partners' capital to redemption amount	$ 2.45	$ (14.90)	$ 25.34	$ 106.96
Impact of potentially dilutive shares	$ (0.01)	$ (0.01)	$ (0.04)	$ (0.01)
Non-GAAP earnings per share on net income attributable to stockholders - diluted	**$ 0.20**	**$ 0.27**	**$ 1.05**	**$ 1.10**

* Note that no pro forma adjustments were made for the three months and year ended June 30, 2015 and the three months ended June 30, 2014; as such, actual results are presented for each of these periods.

Fiscal 2015 and fiscal 2014 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands, except per share data)

	Three Months Ended June 30,		Year Ended June 30,	
	2015*	**2014***	**2015***	**2014**
Reconciliation of numerator for GAAP EPS to Non-GAAP EPS on Adjusted Fully Distributed Net Income				
Net (loss) income attributable to shareholders after adjustment of redeemable limited partners' capital to redemption amount	$ (84,076)	$ 491,389	$ (865,292)	$ (2,713,256)
Adjustment of redeemable limited partners' capital to redemption amount	92,066	(482,510)	904,035	2,741,588
Net income attributable to shareholders	7,990	8,879	38,743	28,332
Pro forma adjustment for revenue share post-IPO	—	—	—	(41,263)
Income tax expense	24,235	3,248	36,342	27,709
Stock-based compensation	7,369	6,358	28,498	19,476
Acquisition related expenses	2,629	711	9,037	2,014
Strategic and financial restructuring expenses	92	146	1,373	3,760
(Gain) loss on investment	—	(522)	1,000	(38,372)
Adjustment to tax receivable agreement liability	—	6,215	—	6,215
Acquisition related adjustment - deferred revenue	4,147	—	13,371	—
Loss on disposal of long-lived assets	15,243	—	15,243	—
Amortization of purchased intangible assets	2,538	904	9,136	3,062
Net income attributable to noncontrolling interest in Premier LP	24,071	57,281	194,206	303,336
Non-GAAP pro forma adjusted fully distributed income before income taxes	88,314	83,220	346,949	314,269
Income tax expense on fully distributed income before income taxes	35,326	33,288	138,780	125,708
Non-GAAP pro forma adjusted fully distributed net income	**$ 52,988**	**$ 49,932**	**$ 208,169**	**$ 188,561**
Reconciliation of denominator for GAAP EPS to Non-GAAP Adjusted Fully Distributed Net Income				
Weighted Average:				
Common shares used for basic and diluted earnings per share	37,576	32,375	35,681	25,633
Potentially dilutive shares	1,592	194	1,048	124
Class A common shares outstanding	-	-	-	6,742
Conversion of Class B common units	106,471	112,511	108,518	112,584
Weighted average fully distributed shares outstanding - diluted	**145,639**	**145,080**	**145,247**	**145,083**

* Note that no pro forma adjustments were made for the three months and year ended June 30, 2015 and the three months ended June 30, 2014; as such, actual results are presented for each of these periods.

Fiscal 2015 and fiscal 2014 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands, except per share data)

	Three Months Ended June 30,		Year Ended June 30,	
	2015*	**2014***	**2015***	**2014**
Reconciliation of GAAP EPS to Adjusted Fully Distributed EPS				
GAAP earnings (loss) per share	$ (2.24)	$ 15.18	$ (24.25)	$ (105.85)
Impact of adjustment of redeemable limited partners' capital to redemption amount	$ 2.45	$ (14.90)	$ 25.34	$ 106.96
Impact of additions:				
Pro forma adjustment for revenue share post-IPO	$ -	$ -	$ -	$ (1.61)
Income tax expense	$ 0.64	$ 0.10	$ 1.02	$ 1.08
Stock-based compensation	$ 0.20	$ 0.20	$ 0.80	$ 0.76
Acquisition related expenses	$ 0.07	$ 0.02	$ 0.25	$ 0.08
Strategic and financial restructuring expenses	$ 0.00	$ 0.00	$ 0.04	$ 0.15
(Gain) loss on investment	$ -	$ (0.02)	$ 0.03	$ (1.50)
Adjustment to tax receivable agreement liability	$ -	$ 0.19	$ -	$ 0.24
Acquisition related adjustment - deferred revenue	$ 0.11	$ -	$ 0.37	$ -
Loss on disposal of long-lived assets	$ 0.41	$ -	$ 0.43	$ -
Amortization of purchased intangible assets	$ 0.07	$ 0.03	$ 0.26	$ 0.12
Net income attributable to noncontrolling interest in Premier LP	$ 0.64	$ 1.77	$ 5.44	$ 11.83
Impact of corporation taxes	$ (0.94)	$ (1.03)	$ (3.90)	$ (4.90)
Impact of increased share count	$ (1.05)	$ (1.20)	$ (4.40)	$ (6.06)
Non-GAAP earnings per share on adjusted fully distributed net income - diluted	**$ 0.36**	**$ 0.34**	**$ 1.43**	**$ 1.30**

* Note that no pro forma adjustments were made for the three months and year ended June 30, 2015 and the three months ended June 30, 2014; as such, actual results are presented for each of these periods.

Fiscal 2014 and fiscal 2013 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Pro Forma Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended June 30,		Year Ended June 30,	
	2014*	2013	2014	2013
Reconciliation of Pro Forma Net Revenue to Net Revenue:				
Pro Forma Net Revenue	$ 235,466	$ 200,938	$ 869,286	$ 764,278
Pro forma adjustment for revenue share post-IPO	—	39,663	41,263	105,012
Net Revenue	$ 235,466	$ 240,601	$ 910,549	$ 869,290
Reconciliation of Pro Forma Adjusted EBITDA and Segment Adjusted EBITDA to Net Income and Operating Income:				
Net income	$ 66,632	$ 103,496	$ 332,617	$ 375,086
Pro forma adjustment for revenue share post-IPO	—	(39,663)	(41,263)	(105,012)
Interest and investment income, net	(378)	(366)	(1,019)	(965)
Income tax expense	3,248	3,788	27,709	9,726
Depreciation and amortization	9,809	7,883	36,761	27,681
Amortization of purchased intangible assets	904	385	3,062	1,539
Pro Forma EBITDA	80,215	75,523	357,867	308,055
Stock-based compensation	6,358	—	19,476	—
Acquisition related expenses	711	—	2,014	—
Strategic and financial restructuring expenses	146	1,823	3,760	5,170
Adjustment to tax receivable agreement liability	6,215	—	6,215	—
Gain on sale of investment	(522)	—	(38,372)	—
Other (income) expense, net	121	783	65	788
Pro Forma Adjusted EBITDA	$ 93,244	$ 78,129	$ 351,025	$ 314,013

* Note that no pro forma adjustments were made for the three months ended June 30, 2014; as such, actual results are presented for the three months ended June 30, 2014.

Fiscal 2014 and fiscal 2013 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Pro Forma Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended June 30,		Year Ended June 30,	
	2014*	**2013**	**2014**	**2013**
Pro Forma Adjusted EBITDA	$ 93,244	$ 78,129	$ 351,025	$ 314,013
Depreciation and amortization	(9,809)	(7,883)	(36,761)	(27,681)
Amortization of purchased intangible assets	(904)	(385)	(3,062)	(1,539)
Stock-based compensation	(6,358)	—	(19,476)	—
Acquisition related expenses	(711)	—	(2,014)	—
Strategic and financial restructuring expenses	(146)	(1,823)	(3,760)	(5,170)
Adjustment to tax receivable agreement liability	(6,215)	—	(6,215)	—
Equity in net income of unconsolidated affiliates	(4,805)	(3,636)	(16,976)	(11,968)
Deferred compensation plan expense	(1,972)	—	(1,972)	—
	62,324	64,402	260,789	267,655
Pro forma adjustment for revenue share post-IPO	—	39,663	41,263	105,012
Operating income	**$ 62,324**	**$ 104,065**	**$ 302,052**	**$ 372,667**

* Note that no pro forma adjustments were made for the three months ended June 30, 2014; as such, actual results are presented for the three months ended June 30, 2014.

Fiscal 2014 and fiscal 2013 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Pro Forma Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended June 30,		Year Ended June 30,	
	2014*	**2013**	**2014**	**2013**
Reconciliation of Non-GAAP Adjusted Fully Distributed Net Income:				
Non-GAAP Adjusted Fully Distributed Net Income (pro forma):				
Net income (loss) attributable to shareholders	$ 8,879	$ (797)	$ 28,332	$ 7,376
Pro forma adjustment for revenue share post-IPO	—	(39,663)	(41,263)	(105,012)
Income tax expense	3,248	3,788	27,709	9,726
Stock-based compensation	6,358	—	19,476	—
Gain on sale of investment	(522)	—	(38,372)	—
Acquisition related expenses	711	—	2,014	—
Strategic and financial restructuring expenses	146	1,823	3,760	5,170
Adjustment to tax receivable agreement liability	6,215	—	6,215	—
Amortization of purchased intangible assets	904	385	3,062	1,539
Net income attributable to noncontrolling interest in Premier LP	57,281	104,726	303,336	369,189
Non-GAAP adjusted fully distributed income before income taxes	83,220	70,262	314,269	287,988
Income tax expense on fully distributed income before income taxes	33,288	28,105	125,708	115,195
Non-GAAP adjusted fully distributed net income (pro forma)	**$ 49,932**	**$ 42,157**	**$ 188,561**	**$ 172,793**

* Note that no pro forma adjustments were made for the three months ended June 30, 2014; as such, actual results are presented for the three months ended June 30, 2014.

Fiscal 2014 and fiscal 2013 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Pro Forma Adjusted EBITDA
and Non-GAAP Adjusted Fully Distributed Net Income
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands)

	Three Months Ended		Year Ended	
	2014*	**2013**	**2014**	**2013**
Reconciliation of Non-GAAP Adjusted Fully Distributed Net Income:				
Non-GAAP Adjusted Fully Distributed Net Income (pro forma):				
Net income (loss) attributable to shareholders	$ 8,879	$ (797)	$ 28,332	$ 7,376
Pro forma adjustment for revenue share post-IPO	—	(39,663)	(41,263)	(105,012)
Income tax expense	3,248	3,788	27,709	9,726
Stock-based compensation	6,358	—	19,476	—
Gain on sale of investment	(522)	—	(38,372)	—
Acquisition related expenses	711	—	2,014	—
Strategic and financial restructuring expenses	146	1,823	3,760	5,170
Adjustment to tax receivable agreement liability	6,215	—	6,215	—
Amortization of purchased intangible assets	904	385	3,062	1,539
Net income attributable to noncontrolling interest in Premier LP	57,281	104,726	303,336	369,189
Non-GAAP adjusted fully distributed income before income taxes	83,220	70,262	314,269	287,988
Income tax expense on fully distributed income before income taxes	33,288	28,105	125,708	115,195
Non-GAAP adjusted fully distributed net income (pro forma)	**$ 49,932**	**$ 42,157**	**$ 188,561**	**$ 172,793**

* Note that no pro forma adjustments were made for the three months ended June 30, 2014; as such, actual results are presented for the three months ended June 30, 2014.

Fiscal 2014 and fiscal 2013 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands, except per share data)

	Three Months Ended June 30,		Year Ended June 30,	
	2014*	**2013**	**2014**	**2013**
Reconciliation of numerator for GAAP EPS to Adjusted Fully Distributed EPS				
Net income (loss) attributable to shareholders after adjustment of redeemable limited partners' capital to redemption amount	$ 491,389	$ (797)	$ (2,713,256)	$ 7,376
Adjustment of redeemable limited partners' capital to redemption amount	(482,510)	-	2,741,588	-
Net income (loss) attributable to shareholders	8,879	(797)	28,332	7,376
Pro forma adjustment for revenue share post-IPO	—	(39,663)	(41,263)	(105,012)
Income tax expense	3,248	3,788	27,709	9,726
Stock-based compensation	6,358	—	19,476	—
Gain on sale of investment	(522)	—	(38,372)	—
Acquisition related expenses	711	—	2,014	—
Strategic and financial restructuring expenses	146	1,823	3,760	5,170
Adjustment to tax receivable agreement liability	6,215	—	6,215	—
Amortization of purchased intangible assets	904	385	3,062	1,539
Net income attributable to noncontrolling interest in Premier LP	57,281	104,726	303,336	369,189
Non-GAAP adjusted fully distributed income before income taxes	83,220	70,262	314,269	287,988
Income tax expense on fully distributed income before income taxes	33,288	28,105	125,708	115,195
Non-GAAP adjusted fully distributed net income (pro forma)	**$ 49,932**	**$ 42,157**	**$ 188,561**	**$ 172,793**
Reconciliation of denominator for GAAP EPS to Adjusted Fully Distributed EPS				
Weighted Average:				
Common shares used for basic and diluted earnings per share	32,375	5,733	25,633	5,858
Potentially dilutive shares	194	-	124	-
Class A common shares outstanding	-	26,642	6,742	26,517
Conversion of Class B common units	112,511	112,608	112,584	112,608
Weighted average fully distributed shares outstanding - diluted	**145,080**	**144,983**	**145,083**	**144,983**

* Note that actual results are presented for the three months ended June 30, 2014.

Fiscal 2014 and fiscal 2013 non-GAAP reconciliations

Supplemental Financial Information - Reporting of Net Income and Earnings Per Share
Reconciliation of Selected Non-GAAP Measures to GAAP Measures
(Unaudited)
(In thousands, except per share data)

	Three Months Ended June 30,		Year Ended June 30,	
	2014*	**2013**	**2014**	**2013**
Reconciliation of GAAP EPS to Adjusted Fully Distributed EPS				
GAAP income (loss) per share	$ 15.18	$ (0.14)	$ (105.85)	$ 1.26
Impact of adjustment of redeemable limited partners' capital to redemption amount	$ (14.90)	$ -	$ 106.96	$ -
Impact of additions:				
Pro forma adjustment for revenue share post-IPO	$ -	$ (6.92)	$ (1.61)	$ (17.93)
Income tax expense	$ 0.10	$ 0.66	$ 1.08	$ 1.66
Stock-based compensation	$ 0.20	$ -	$ 0.76	$ -
Gain on sale of investment	$ (0.02)	$ -	$ (1.50)	$ -
Acquisition related expenses	$ 0.02	$ -	$ 0.08	$ -
Strategic and financial restructuring expenses	$ 0.00	$ 0.32	$ 0.15	$ 0.88
Adjustment to tax receivable agreement liability	$ 0.19	$ -	$ 0.24	$ -
Amortization of purchased intangible assets	$ 0.03	$ 0.07	$ 0.12	$ 0.26
Net income attributable to noncontrolling interest in Premier LP	$ 1.77	$ 18.27	$ 11.83	$ 63.02
Impact of corporation taxes	$ (1.03)	$ (4.90)	$ (4.90)	$ (19.66)
Impact of increased share count	$ (1.20)	$ (7.06)	$ (6.06)	$ (28.31)
Non-GAAP earnings per share on adjusted fully distributed net income - diluted	**$ 0.34**	**$ 0.29**	**$ 1.30**	**$ 1.19**

* Note that actual results are presented for the three months ended June 30, 2014.