



Second-Quarter Fiscal 2019 Financial Results and Update

February 5, 2019

Forward-looking statements and non-GAAP financial measures

Forward-looking statements – Statements made in this presentation that are not statements of historical or current facts, such as those related to expected financial performance, non-GAAP free cash flow generation, the impact of the new revenue recognition standards, share repurchases under our fiscal 2019 stock repurchase program, and the statements related to fiscal 2019 outlook and guidance and the assumptions underlying such guidance, are “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements may involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements 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. In addition to statements that explicitly describe such risks and uncertainties, 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. More information on potential factors that could affect Premier’s financial results is included from time to time in the “Cautionary Note Regarding Forward-Looking Statements,” “Risk Factors” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations” sections of Premier’s periodic and current filings with the SEC, including those discussed under the “Risk Factors” and “Cautionary Note Regarding Forward-Looking Statements” section of Premier’s Form 10-K for the year ended June 30, 2018 as well as the Form 10-Q for the quarter ended December 31, 2018, expected to be filed with the SEC shortly after the date of this presentation, and also made available on Premier’s website at investors.premierinc.com. Forward-looking statements speak only as of the date they are made, and Premier undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information or future events that occur after that date, or otherwise.

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.



Susan DeVore

President and Chief Executive Officer
Premier, Inc.

Overview and Business Update

Fiscal 2019 second-quarter highlights

Continued steady growth in consolidated net revenue, non-GAAP adjusted EBITDA and non-GAAP adjusted fully distributed earnings per share

Supply Chain Services net administrative fees revenue up 4%, supported by continuing stable patient utilization environment

Performance Services revenue up 10%, driven by growth in applied sciences and cost management consulting

Non-GAAP free cash flow of \$114.8 million up 29%*

Continued capital deployment to drive future growth and return value to stockholders through ongoing execution of stock repurchase plan

Reaffirming full-year fiscal 2019 financial guidance ranges and underlying key assumptions

*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.



Well positioned for emerging healthcare trends

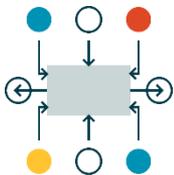
1  Acceleration in the shift to value-based care and risk is creating financial pressure

2  Increasing physician participation and alignment with alternative payment programs

3  Employers contracting with providers; active consumer engagement

4  Significant proposed reform of the pharmaceutical market

5  Turning data into actionable insights at the point of care

6  Vertical and horizontal consolidation



Mike Alkire

Chief Operating Officer
Premier, Inc.

Operations Review

The American Journal of Managed Care > August 2018 – Published on: August 15, 2018 *

Choosing Wisely Clinical Decision Support Adherence and Associated Inpatient Outcomes

Andrew M. Heekin, PhD; John Kontor, MD; Harry C. Sax, MD; Michelle S. Keller, MPH; Anne Wellington, BA; and Scott Weingarten, MD

This analysis examines the associations between adherence to Choosing Wisely recommendations embedded into clinical decision support alerts and 4 measures of resource use and quality.

Patients whose physicians DID NOT follow the Stanson Choosing Wisely recommendations compared to those who DID

Odds of Complications

29% 

Length of Stay

6.2% 
(0.06 days)

Cost per patient episode*

7.3% 
(\$944 per patient)

(after adjusting for patient illness severity & case complexity)

30-day readmissions

14% 



**solving for the
generic drug
shortage**



**gaining
momentum in
applied sciences**



**winning in a
consolidating
marketplace**



Craig McKasson

Chief Financial Officer
Premier, Inc.

Financial Review

The company adopted new revenue recognition standard ASC 606 on July 1, 2018 using the modified retrospective approach and did not restate prior periods. Accordingly, the year-over-year comparisons in this presentation compare fiscal 2019 second-quarter results under ASC 606 to fiscal 2018 second-quarter results under the previous revenue recognition standard ASC 605.

Fiscal 2019 second-quarter financial highlights

Consolidated net revenue increased to \$421.9 million; GAAP net income rose to \$104.8 million representing \$0.69 per fully diluted share

Supply Chain Services (SCS) revenue up 1% to \$327.0 million; net administrative fees revenue of \$165.7 million; products revenue of \$157.5 million

Performance Services (PS) segment revenue up 10% to \$94.9 million

Non-GAAP adjusted EBITDA* up 6% to \$142.0 million; SCS segment adjusted EBITDA* of \$134.1 million; PS segment adjusted EBITDA* of \$37.1 million

Non-GAAP adjusted fully distributed net income* up 26% to \$88.4 million

Non-GAAP adjusted fully distributed earnings per share* up 32% to \$0.66



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

Fiscal 2019 second-quarter cash flows and liquidity



- ▶ **Cash flow from operations of \$212.3 million and non-GAAP free cash flow* of \$116.6 million for six-months ended December 31, 2018**
 - Non-GAAP free cash flow was impacted by an \$18.0 million tax receivable agreement payment to member owners, the timing of which shifted to July this year, from June in prior years, as a result of the change in the company's federal tax filing deadline.
- ▶ **Expect fiscal 2019 non-GAAP free cash flow to exceed 50% of non-GAAP adjusted EBITDA**
- ▶ **Cash and cash equivalents of \$110.6 million**
- ▶ **Outstanding borrowings of \$100.0 million on \$1.0 billion five-year unsecured revolving credit facility**

**CONSIDERABLE CASH AND
DEBT CAPACITY
AVAILABLE**

**AMPLE CAPITAL
FLEXIBILITY FOR FUTURE
ACQUISITIONS AND
STOCKHOLDER RETURN**

*See non-GAAP free cash flow reconciliation to GAAP equivalent in Appendix.

Ongoing fiscal 2019 \$250 million stock repurchase program



▶ **During the six months ended December 31, 2018, approximately 2.9 million shares of class A common stock were repurchased for \$109.5 million.**

▶ **Program is ongoing and may be expanded, suspended or discontinued at any time at the discretion of the Board of Directors.**

Fiscal 2019 guidance reiterated ⁽¹⁾

Fiscal 2019 Financial Guidance (in millions, except per share data)	ASC 606
Net Revenue:	
Supply Chain Services segment	\$1,305.0 - \$1,357.0
Performance Services segment	\$350.0 - \$364.0
Total Net Revenue	\$1,655.0 - \$1,721.0
Non-GAAP adjusted EBITDA	\$550.0 - \$572.0
Non-GAAP adjusted fully distributed EPS	\$2.55 - \$2.67

(1) For the year ending June 30, 2019. As of February 5, 2019. See accompanying page for fiscal 2019 notes and assumptions to guidance.



Fiscal 2019 annual guidance footnotes and key assumptions

(for year ending June 30, 2019)*

Guidance Footnotes:

* 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 due to 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 number of Class B common units outstanding and change in 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 units and corresponding Class B common stock 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 class B common units on a quarterly basis, and the company has the discretion to settle any exchanged units for Class A common stock, cash, or a combination thereof, neither of which can be predicted, controlled or reasonably estimated at this time.

Key Assumptions*:

Supply Chain Services assumptions:

- » Net administrative fees revenue growth of low to mid-single digits
- » Products revenue, which was estimated to grow 7% to 11% under the previous revenue recognition standard, is now expected to reflect 0% to 4% percent year-over-year growth. This entirely results from the impact of the new standard, which caused an estimated \$50 million gross-to-net revenue reduction.
- » Continued high GPO retention rates

Performance Services assumptions:

- » Continued demand for integrated offerings of cloud-based subscription and licensed products, consulting and collaboratives
- » Continued high SaaS institutional renewal rates

Other assumptions:

- » Non-GAAP free cash flow expected to exceed 50% of non-GAAP adjusted EBITDA
- » Capital expenditures of approximately \$90 million to \$95 million, representing 5% to 6% of consolidated net revenue
- » Consolidated non-GAAP adjusted EBITDA margin in the range of 32 to 35%
- » Stock-based compensation approximating \$29 million to \$31 million
- » Adjusted fully distributed net income and earnings per share calculations to reflect an effective tax rate of 26%
- » Amortization of purchased intangible assets of approximately \$54 million
- » Guidance does not contemplate any material acquisitions



- ▶ **On January 31, 2019, approximately 3.7 million Class B units were exchanged for Class A common shares on 1-for-1 basis; equal number of Class B common shares retired.**
- ▶ **Next quarterly exchange will occur on April 30, 2019.**



Questions



Appendix

Fiscal 2019 and 2018 non-GAAP reconciliations

Supplemental Financial Information
 Reconciliation of Net Income to Adjusted EBITDA
 Reconciliation of Operating Income to Segment Adjusted EBITDA
 Reconciliation of Net Income Attributable to Stockholders to Non-GAAP Adjusted Fully Distributed Net Income
 (Unaudited)
 (In thousands)

	Three Months Ended December 31,				Six Months Ended December 31,			
	2018	2018	2018	2017	2018	2018	2018	2017
	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard
Net income	\$ 104,811	\$ 4,955	\$ 99,856	\$ 19,769	\$ 186,784	\$ 26,212	\$ 160,572	\$ 80,385
Interest and investment loss, net	859	-	859	1,508	1,547	-	1,547	3,003
Income tax expense (benefit)	1,804	2,158	(354)	231,508	12,597	3,917	8,680	244,272
Depreciation and amortization	21,683	-	21,683	17,310	42,190	-	42,190	33,817
Amortization of purchased intangible assets	13,899	-	13,899	13,817	27,537	-	27,537	27,715
EBITDA	143,056	7,113	135,943	283,912	270,655	30,129	240,526	389,192
Stock-based compensation	7,800	-	7,800	8,951	14,137	-	14,137	17,908
Acquisition related expenses	1,354	-	1,354	1,674	1,763	-	1,763	4,773
Remeasurement of tax receivable agreement liabilities	-	-	-	(177,174)	-	-	-	(177,174)
ERP implementation expenses	61	-	61	156	387	-	387	491
Loss on disposal of long-lived assets	-	-	-	400	-	-	-	1,720
(Gain) loss on FFF put and call rights	(10,850)	-	(10,850)	15,587	(7,567)	-	(7,567)	15,607
Other expense	576	-	576	36	1,243	-	1,243	196
Adjusted EBITDA	\$ 141,997	\$ 7,113	\$ 134,884	\$ 133,542	\$ 280,618	\$ 30,129	\$ 250,489	\$ 252,713

Fiscal 2019 and 2018 non-GAAP reconciliations

Supplemental Financial Information
 Reconciliation of Net Income to Adjusted EBITDA
 Reconciliation of Operating Income to Segment Adjusted EBITDA
 Reconciliation of Net Income Attributable to Stockholders to Non-GAAP Adjusted Fully Distributed Net Income
 (Unaudited)
 (In thousands)

	Three Months Ended December 31,				Six Months Ended December 31,			
	2018 New revenue standard	2018 Impact of new revenue standard	2018 Previous revenue standard	2017 Previous revenue standard	2018 New revenue standard	2018 Impact of new revenue standard	2018 Previous revenue standard	2017 Previous revenue standard
Income before income taxes	\$ 106,615	\$ 7,113	\$ 99,502	\$ 251,277	\$ 199,381	\$ 30,129	\$ 169,252	\$ 324,657
Equity in net income of unconsolidated affiliates	(1,444)	-	(1,444)	(1,257)	(4,134)	-	(4,134)	(5,509)
Interest and investment loss, net	859	-	859	1,508	1,547	-	1,547	3,003
Loss on disposal of long-lived assets	-	-	-	400	-	-	-	1,720
Other (income) expense	(7,199)	-	(7,199)	13,356	(5,258)	-	(5,258)	11,893
Operating income	98,831	7,113	91,718	265,284	191,536	30,129	161,407	335,764
Depreciation and amortization	21,683	-	21,683	17,310	42,190	-	42,190	33,817
Amortization of purchased intangible assets	13,899	-	13,899	13,817	27,537	-	27,537	27,715
Stock-based compensation	7,800	-	7,800	8,951	14,137	-	14,137	17,908
Acquisition related expenses	1,354	-	1,354	1,674	1,763	-	1,763	4,773
Remeasurement of tax receivable agreement liabilities	-	-	-	(177,174)	-	-	-	(177,174)
ERP implementation expenses	61	-	61	156	387	-	387	491
Equity in net income of unconsolidated affiliates	1,444	-	1,444	1,257	4,134	-	4,134	5,509
Deferred compensation plan (income) expense	(4,235)	-	(4,235)	1,577	(2,899)	-	(2,899)	3,116
Other expense, net	1,160	-	1,160	690	1,833	-	1,833	794
Adjusted EBITDA	\$ 141,997	\$ 7,113	\$ 134,884	\$ 133,542	\$ 280,618	\$ 30,129	\$ 250,489	\$ 252,713
Segment Adjusted EBITDA:								
Supply Chain Services	\$ 134,079	\$ (3,230)	\$ 137,309	\$ 132,045	\$ 269,482	\$ 12,369	\$ 257,113	\$ 257,665
Performance Services	37,100	10,343	26,757	27,929	67,675	17,760	49,915	49,150
Corporate	(29,182)	-	(29,182)	(26,432)	(56,539)	-	(56,539)	(54,102)
Adjusted EBITDA	\$ 141,997	\$ 7,113	\$ 134,884	\$ 133,542	\$ 280,618	\$ 30,129	\$ 250,489	\$ 252,713

Fiscal 2019 and 2018 non-GAAP reconciliations

Supplemental Financial Information
Reconciliation of Net Income to Adjusted EBITDA
Reconciliation of Operating Income to Segment Adjusted EBITDA
Reconciliation of Net Income Attributable to Stockholders to Non-GAAP Adjusted Fully Distributed Net Income
 (Unaudited)
 (In thousands)

	Three Months Ended December 31,				Six Months Ended December 31,			
	2018	2018	2018	2017	2018	2018	2018	2017
	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard
Net income (loss) attributable to stockholders	\$ 693,889	\$ 3,790	\$ 690,099	\$ 281,200	\$ 12,556	\$ 22,246	\$ (9,690)	\$ 617,630
Adjustment of redeemable limited partners' capital to redemption amount	(651,709)	(2,048)	(649,661)	(317,916)	56,484	(12,620)	69,104	(638,340)
Net income attributable to non-controlling interest in Premier LP	62,631	3,213	59,418	56,485	117,744	16,586	101,158	101,095
Income tax expense (benefit)	1,804	2,158	(354)	231,508	12,597	3,917	8,680	244,272
Amortization of purchased intangible assets	13,899	-	13,899	13,817	27,537	-	27,537	27,715
Stock-based compensation	7,800	-	7,800	8,951	14,137	-	14,137	17,908
Acquisition related expenses	1,354	-	1,354	1,674	1,763	-	1,763	4,773
Remeasurement of tax receivable agreement liabilities	-	-	-	(177,174)	-	-	-	(177,174)
ERP implementation expenses	61	-	61	156	387	-	387	491
Loss on disposal of long-lived assets	-	-	-	400	-	-	-	1,720
(Gain) loss on FFF put and call rights	(10,850)	-	(10,850)	15,587	(7,567)	-	(7,567)	15,607
Other expense	576	-	576	36	1,243	-	1,243	196
Non-GAAP adjusted fully distributed income before income taxes	119,455	7,113	112,342	114,724	236,881	30,129	206,752	215,893
Income tax expense on fully distributed income before income taxes	31,058	1,849	29,209	44,742	61,589	7,834	53,756	84,198
Non-GAAP Adjusted Fully Distributed Net Income	\$ 88,397	\$ 5,264	\$ 83,133	\$ 69,982	\$ 175,292	\$ 22,295	\$ 152,996	\$ 131,695

Supplemental Financial Information
Reconciliation of Net Cash Provided by Operating Activities to Non-GAAP Free Cash Flow
(Unaudited)
(In thousands)

	Three Months Ended		Six Months Ended	
	December 31,		December 31,	
	2018	2017	2018	2017
Net cash provided by operating activities	\$ 151,982	\$ 131,482	\$ 212,309	\$ 206,515
Purchases of property and equipment	(22,227)	(21,975)	(47,289)	(38,622)
Distributions to limited partners of Premier LP	(14,993)	(20,752)	(30,458)	(45,703)
Payments to limited partners under tax receivable agreements *	—	—	(17,975)	—
Non-GAAP Free Cash Flow	\$ 114,762	\$ 88,755	\$ 116,587	\$ 122,190

* The timing of the annual tax receivable agreement payments has shifted to July from June due to the change in the company's federal tax filing deadline. As a result, Premier did not make a tax receivable agreement payment in fiscal 2018, but made the payment in July and will make future annual payments in July.

Fiscal 2019 and 2018 non-GAAP reconciliations

Supplemental Financial Information
Reconciliation of GAAP EPS to Non-GAAP EPS on Adjusted Fully Distributed Net Income
(Unaudited)
(In thousands, except per share data)

	Three Months Ended December 31,				Six Months Ended December 31,			
	2018	2018	2018	2017	2018	2018	2018	2017
	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard
Net income (loss) attributable to stockholders	\$ 693,889	\$ 3,790	\$ 690,099	\$ 281,200	\$ 12,556	\$ 22,246	\$ (9,690)	\$ 617,630
Adjustment of redeemable limited partners' capital to redemption amount	(651,709)	(2,048)	(649,661)	(317,916)	56,484	(12,620)	69,104	(638,340)
Net income attributable to non-controlling interest in Premier LP	62,631	3,213	59,418	56,485	117,744	16,586	101,158	101,095
Income tax expense (benefit)	1,804	2,158	(354)	231,508	12,597	3,917	8,680	244,272
Amortization of purchased intangible assets	13,899	-	13,899	13,817	27,537	-	27,537	27,715
Stock-based compensation	7,800	-	7,800	8,951	14,137	-	14,137	17,908
Acquisition related expenses	1,354	-	1,354	1,674	1,763	-	1,763	4,773
Remeasurement of tax receivable agreement liabilities	-	-	-	(177,174)	-	-	-	(177,174)
ERP implementation expenses	61	-	61	156	387	-	387	491
Loss on disposal of long-lived assets	-	-	-	400	-	-	-	1,720
(Gain) loss on FFF put and call rights	(10,850)	-	(10,850)	15,587	(7,567)	-	(7,567)	15,607
Other expense	576	-	576	36	1,243	-	1,243	196
Non-GAAP adjusted fully distributed income before income taxes	119,455	7,113	112,342	114,724	236,881	30,129	206,752	215,893
Income tax expense on fully distributed income before income taxes	31,058	1,849	29,209	44,742	61,589	7,834	53,756	84,198
Non-GAAP Adjusted Fully Distributed Net Income	\$ 88,397	\$ 5,264	\$ 83,133	\$ 69,982	\$ 175,292	\$ 22,295	\$ 152,996	\$ 131,695
Weighted Average:								
Common shares used for basic and diluted earnings (loss) per share	59,876	59,876	59,876	55,209	56,548	56,548	56,548	54,059
Potentially dilutive shares	1,005	1,005	1,005	450	1,036	1,036	1,036	553
Conversion of Class B common units	72,791	72,791	72,791	83,578	76,293	76,293	76,293	85,029
Weighted average fully distributed shares outstanding - diluted	133,672	133,672	133,672	139,237	133,877	133,877	133,877	139,641

Fiscal 2019 and 2018 non-GAAP reconciliations

Supplemental Financial Information
Reconciliation of GAAP EPS to Non-GAAP EPS on Adjusted Fully Distributed Net Income
(Unaudited)
(In thousands, except per share data)

	Three Months Ended December 31,				Six Months Ended December 31,			
	2018 New revenue standard	2018 Impact of new revenue standard	2018 Previous revenue standard	2017 Previous revenue standard	2018 New revenue standard	2018 Impact of new revenue standard	2018 Previous revenue standard	2017 Previous revenue standard
Net income (loss) attributable to stockholders	\$ 693,889	\$ 3,790	\$ 690,099	\$ 281,200	\$ 12,556	\$ 22,246	\$ (9,690)	\$ 617,630
Adjustment of redeemable limited partners' capital to redemption amount	(651,709)	(2,048)	(649,661)	(317,916)	56,484	(12,620)	69,104	(638,340)
Net income attributable to non-controlling interest in Premier LP	62,631	3,213	59,418	56,485	117,744	16,586	101,158	101,095
Income tax expense (benefit)	1,804	2,158	(354)	231,508	12,597	3,917	8,680	244,272
Amortization of purchased intangible assets	13,899	-	13,899	13,817	27,537	-	27,537	27,715
Stock-based compensation	7,800	-	7,800	8,951	14,137	-	14,137	17,908
Acquisition related expenses	1,354	-	1,354	1,674	1,763	-	1,763	4,773
Remeasurement of tax receivable agreement liabilities	-	-	-	(177,174)	-	-	-	(177,174)
ERP implementation expenses	61	-	61	156	387	-	387	491
Loss on disposal of long-lived assets	-	-	-	400	-	-	-	1,720
Loss (gain) on FFF put and call rights	(10,850)	-	(10,850)	15,587	(7,567)	-	(7,567)	15,607
Other expense	576	-	576	36	1,243	-	1,243	196
Non-GAAP adjusted fully distributed income before income taxes	119,455	7,113	112,342	114,724	236,881	30,129	206,752	215,893
Income tax expense on fully distributed income before income taxes	31,058	1,849	29,209	44,742	61,589	7,834	53,756	84,198
Non-GAAP Adjusted Fully Distributed Net Income	\$ 88,397	\$ 5,264	\$ 83,133	\$ 69,982	\$ 175,292	\$ 22,295	\$ 152,996	\$ 131,695
Weighted Average:								
Common shares used for basic and diluted earnings (loss) per share	59,876	-	59,876	55,209	56,548	-	56,548	54,059
Potentially dilutive shares	1,005	-	1,005	450	1,036	-	1,036	553
Conversion of Class B common units	72,791	-	72,791	83,578	76,293	-	76,293	85,029
Weighted average fully distributed shares outstanding - diluted	133,672	-	133,672	139,237	133,877	-	133,877	139,641

Fiscal 2019 and 2018 non-GAAP reconciliations

Supplemental Financial Information
Reconciliation of GAAP EPS to Non-GAAP EPS on Adjusted Fully Distributed Net Income
(Unaudited)
(In thousands, except per share data)

	Three Months Ended December 31,				Six Months Ended December 31,			
	2018	2018	2018	2017	2018	2018	2018	2017
	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard	New revenue standard	Impact of new revenue standard	Previous revenue standard	Previous revenue standard
GAAP earnings (loss) per share	\$ 11.59	\$ 0.06	\$ 11.53	\$ 5.09	\$ 0.22	\$ 0.39	\$ (0.17)	\$ 11.43
Adjustment of redeemable limited partners' capital to redemption amount	(10.88)	(0.03)	(10.85)	(5.76)	1.00	(0.22)	1.22	(11.81)
Net income attributable to non-controlling interest in Premier LP	1.05	0.06	0.99	1.02	2.08	0.29	1.79	1.87
Income tax expense (benefit)	0.03	0.04	(0.01)	4.19	0.22	0.07	0.15	4.52
Amortization of purchased intangible assets	0.23	-	0.23	0.25	0.49	-	0.49	0.51
Stock-based compensation	0.13	-	0.13	0.16	0.25	-	0.25	0.33
Acquisition related expenses	0.02	-	0.02	0.03	0.03	-	0.03	0.09
Remeasurement of tax receivable agreement liabilities	-	-	-	(3.21)	-	-	-	(3.28)
ERP implementation expenses	-	-	-	-	0.01	-	0.01	0.01
Loss on disposal of long-lived assets	-	-	-	0.01	-	-	-	0.03
(Gain) loss on FFF put and call rights	(0.18)	-	(0.18)	0.28	(0.13)	-	(0.13)	0.29
Other expense	0.01	-	0.01	-	0.02	-	0.02	-
Impact of corporation taxes	(0.52)	(0.03)	(0.49)	(0.80)	(1.09)	(0.14)	(0.95)	(1.56)
Impact of dilutive shares	(0.82)	(0.06)	(0.76)	(0.76)	(1.80)	(0.23)	(1.57)	(1.49)
Non-GAAP EPS on Adjusted Fully Distributed Net Income	\$ 0.66	\$ 0.04	\$ 0.62	\$ 0.50	\$ 1.31	\$ 0.17	\$ 1.14	\$ 0.94