

## FINANCIAL HIGHLIGHTS

(in millions of U.S. dollars, except per share amounts)

	2014			2013		
	BA	BT	Total	BA	BT	Total
<b>Results of operations</b>						
Revenues	\$ 2,512	\$ 2,379	\$ 4,891	\$ 2,255	\$ 2,175	\$ 4,430
Cost of sales	2,156	2,077	4,233	1,922	1,836	3,758
<b>Gross margin</b>	<b>356</b>	<b>302</b>	<b>658</b>	<b>333</b>	<b>339</b>	<b>672</b>
SG&A	171	183	354	189	193	382
R&D	47	32	79	45	30	75
Share of income of joint ventures and associates	-	(28)	(28)	-	(34)	(34)
Other income	(3)	(1)	(4)	(8)	-	(8)
<b>EBIT before special items<sup>(1)</sup></b>	<b>141</b>	<b>116</b>	<b>257</b>	<b>107</b>	<b>150</b>	<b>257</b>
Special items <sup>(2)</sup>	-	-	-	(31)	-	(31)
<b>EBIT</b>	<b>\$ 141</b>	<b>\$ 116</b>	<b>257</b>	<b>\$ 138</b>	<b>\$ 150</b>	<b>288</b>
Financing expense			90			83
Financing income			(49)			(47)
<b>EBT</b>			<b>216</b>			<b>252</b>
Income taxes			61			72
<b>Net income</b>			<b>\$ 155</b>			<b>\$ 180</b>
<b>EPS (basic and diluted; in dollars)</b>			<b>\$ 0.08</b>			<b>\$ 0.10</b>
<b>Supplemental information</b>						
EBIT before special items <sup>(1)</sup>	\$ 141	\$ 116	\$ 257	\$ 107	\$ 150	\$ 257
Amortization	74	29	103	71	31	102
<b>EBITDA before special items<sup>(1)</sup></b>	<b>\$ 215</b>	<b>\$ 145</b>	<b>\$ 360</b>	<b>\$ 178</b>	<b>\$ 181</b>	<b>\$ 359</b>
<b>On an adjusted basis</b>						
Adjusted net income <sup>(1)</sup>			\$ 192			\$ 158
Adjusted EPS (in dollars) <sup>(1)</sup>			\$ 0.10			\$ 0.09
Cash flows from operating activities	\$ 146	\$ (31)		\$ 75	\$ (5)	
Net additions to PP&E and intangible assets	(509)	(16)		(534)	(16)	
<b>Segmented free cash flow usage<sup>(1)</sup></b>	<b>\$ (363)</b>	<b>\$ (47)</b>	<b>\$ (410)</b>	<b>\$ (459)</b>	<b>\$ (21)</b>	<b>\$ (480)</b>
Net income taxes and net interest paid			(14)			(86)
<b>Free cash flow usage<sup>(1)</sup></b>			<b>\$ (424)</b>			<b>\$ (566)</b>

BA: Bombardier Aerospace; BT: Bombardier Transportation

<sup>(1)</sup> Non-GAAP financial measures. Refer to the Non-GAAP financial measures and Liquidity and capital resources sections in Overview of the Corporation's MD&A for definitions of these metrics and reconciliation to the most comparable IFRS measures.

<sup>(2)</sup> The special item for the three-month period ended June 30, 2013, related to a gain following the successful resolution of a litigation in connection with Part IV of the Quebec Income Tax Act, the Tax on Capital.

For the six-month periods ended June 30	2014			2013		
	BA	BT	Total	BA	BT	Total
<b>Results of operations</b>						
Revenues	\$ 4,601	\$ 4,644	\$ 9,245	\$ 4,513	\$ 4,256	\$ 8,769
Cost of sales	3,958	4,036	7,994	3,873	3,608	7,481
<b>Gross margin</b>	<b>643</b>	<b>608</b>	<b>1,251</b>	<b>640</b>	<b>648</b>	<b>1,288</b>
SG&A	328	364	692	347	379	726
R&D	87	68	155	87	58	145
Share of income of joint ventures and associates	-	(50)	(50)	-	(78)	(78)
Other income	(18)	(4)	(22)	(2)	-	(2)
<b>EBIT before special items<sup>(1)</sup></b>	<b>246</b>	<b>230</b>	<b>476</b>	<b>208</b>	<b>289</b>	<b>497</b>
Special items <sup>(2)</sup>	12	-	12	(31)	-	(31)
<b>EBIT</b>	<b>\$ 234</b>	<b>\$ 230</b>	<b>464</b>	<b>\$ 239</b>	<b>\$ 289</b>	<b>528</b>
Financing expense			136			151
Financing income			(61)			(80)
<b>EBT</b>			<b>389</b>			<b>457</b>
Income taxes			119			129
<b>Net income</b>			<b>\$ 270</b>			<b>\$ 328</b>
<b>EPS (basic and diluted; in dollars)</b>			<b>\$ 0.14</b>			<b>\$ 0.18</b>
<b>Supplemental information</b>						
EBIT before special items <sup>(1)</sup>	\$ 246	\$ 230	\$ 476	\$ 208	\$ 289	\$ 497
Amortization	137	59	196	132	61	193
EBITDA before special items <sup>(1)</sup>	\$ 383	\$ 289	\$ 672	\$ 340	\$ 350	\$ 690
<b>On an adjusted basis</b>						
Adjusted net income <sup>(1)</sup>			\$ 343			\$ 314
Adjusted EPS (in dollars) <sup>(1)</sup>			\$ 0.19			\$ 0.17
Cash flows from operating activities	\$ 85	\$ (271)		\$ 117	\$ (67)	
Net additions to PP&E and intangible assets	(993)	(32)		(1,037)	(27)	
Segmented free cash flow usage <sup>(1)</sup>	\$ (908)	\$ (303)	\$ (1,211)	\$ (920)	\$ (94)	\$ (1,014)
Net income taxes and net interest paid			(128)			(142)
<b>Free cash flow usage<sup>(1)</sup></b>			<b>\$ (1,339)</b>			<b>\$ (1,156)</b>

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<sup>(1)</sup> Non-GAAP financial measures. Refer to the Non-GAAP financial measures and Liquidity and capital resources sections in Overview of the Corporation's MD&A for definitions of these metrics and reconciliation to the most comparable IFRS measures.

<sup>(2)</sup> The special items for the six-month period ended June 30, 2014 relate to a \$22-million expense for the previously announced workforce reduction of approximately 1,700 positions, located mostly in Canada and the U.S., and a \$10-million gain following the successful resolution of a litigation in connection with Part IV of the Quebec Income Tax Act, the Tax on Capital. The special item for the three- and six-month periods ended June 30, 2013 relates to a gain following the successful resolution of a litigation in connection with Part IV of the Quebec Income Tax Act, the Tax on Capital.