





# Reconciliation of Non-GAAP Financial Measures €

## Earnings Release Information



### L3Harris Adjusted Pro Forma<sup>1</sup> EPS

	<u>CY19</u>
Pro forma <sup>1</sup> income from continuing operations attributable to L3Harris Technologies, Inc. common shareholders	\$ 7.25
Adjustments:	
Gain on sale of business	(1.02)
Gain on sale of asset group	(0.05)
L3 pre-merger integration costs, including change in control charges	0.82
L3Harris Merger integration costs	0.97
Charges related to consolidation of facilities	0.22
Gain on pension curtailment	(0.10)
Amortization of acquisition-related intangibles	2.68
Additional cost of sales related to the fair value step-up in inventory sold	0.64
Non-cash cumulative adjustment to lease expense	0.04
Losses and other costs related to debt refinancing	0.02
Total pre-tax adjustments	<u>4.22</u>
Income taxes on above adjustments	<u>(1.21)</u>
Total adjustments after-tax	<u>3.01</u>
Adjusted pro forma income from continuing operations per diluted common share	<u>\$ 10.26</u>

<sup>1</sup>"Pro forma" refers to the applicable prior-year result in the pro forma condensed combined income statement information (prepared in a manner consistent with Article 11 of Regulation S-X) included in L3Harris' Current Report on Form 8-K filed May 4, 2020.

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### Aviation Systems Segment Operating Margin Percentage

	<u>2020 Guidance</u>
(\$ in millions)	
Revenue from product sales and services (B)	\$3,427 to \$3,571
Segment operating income	\$130 to \$149
Impairment of goodwill and other assets and other COVID-19-related charges	~ 324
Non-GAAP segment operating income (A)	<u>\$454 to \$473</u>
Non-GAAP segment operating margin percentage (A) / (B)	~13.25%



