

CABOT CORPORATION RECONCILIATION OF NON-GAAP FINANCIAL MEASURES

All dollar amounts shown below are in millions, except per share information

	Fiscal 2013 ^(A)				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Reconciliation of Adjusted EPS to GAAP EPS					
Net income per share attributable to Cabot Corporation	\$ 0.31	\$ 0.42	\$ 0.90		\$ 1.63
Less: Net income per share from discontinued operations	(0.02)	-	0.04		0.02
Net income per share from continuing operations	\$ 0.33	\$ 0.42	\$ 0.86		\$ 1.61
Less: Certain items after tax	(0.33)	(0.21)	0.02		(0.52)
Adjusted earnings per share	\$ 0.66	\$ 0.63	\$ 0.84		\$ 2.13

^(A) Per share amounts are calculated after tax.

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Reconciliation of Segment EBIT to Segment EBITDA Margin					
Total Segment EBIT	\$ 90	\$ 89	\$ 111		\$ 290
Plus: Total Depreciation & Amortization	\$ 49	\$ 50	\$ 45		\$ 144
Plus: Adjustments to Depreciation ^(B)	\$ 1	\$ 1	\$ -		\$ 2
Less: Unallocated Corporate Costs	\$ (13)	\$ (16)	\$ (13)		\$ (42)
EBITDA	\$ 127	\$ 124	\$ 143		\$ 394

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Reinforcement Materials EBIT	\$ 50	\$ 41	\$ 48	
Plus: Depreciation & Amortization	\$ 22	\$ 21	\$ 19		\$ 62
Reinforcement Materials EBITDA	\$ 72	\$ 62	\$ 67		\$ 201
Reinforcement Materials Sales	\$ 475	\$ 459	\$ 486		\$ 1,420
Reinforcement Materials EBITDA Margin	15%	14%	14%		14%

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Performance Materials EBIT	\$ 26	\$ 37	\$ 35	
Plus: Depreciation & Amortization	\$ 12	\$ 13	\$ 12		\$ 37
Performance Materials EBITDA	\$ 38	\$ 50	\$ 47		\$ 135
Performance Materials Sales	\$ 196	\$ 243	\$ 233		\$ 672
Performance Materials EBITDA Margin	19%	21%	20%		20%

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Advanced Technologies EBIT	\$ 7	\$ 8	\$ 27	
Plus: Depreciation & Amortization	\$ 2	\$ 3	\$ 2		\$ 7
Advanced Technologies EBITDA	\$ 9	\$ 11	\$ 29		\$ 49
Advanced Technologies Sales	\$ 38	\$ 41	\$ 69		\$ 148
Advanced Technologies EBITDA Margin	24%	27%	42%		33%

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Purification Solutions EBIT	\$ 7	\$ 3	\$ 1	
Plus: Depreciation & Amortization	\$ 13	\$ 13	\$ 13		\$ 39
Purification Solutions EBITDA	\$ 20	\$ 16	\$ 14		\$ 50
Purification Solutions Sales	\$ 93	\$ 79	\$ 86		\$ 258
Purification Solutions EBITDA Margin	22%	20%	16%		19%

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Calculation of Free Cash Flow					
Segment EBIT	\$ 90	\$ 89	\$ 111		\$ 290
Less: Unallocated Corporate Costs	(13)	(16)	(13)		(42)
Adjusted segment EBIT	\$ 77	\$ 73	\$ 98		\$ 248
Adjusted segment earnings after tax	56	54	72		182
Depreciation & Amortization	49	50	45		144
Adjustments to Depreciation ^(B)	1	1	-		2
Proceeds from Sale of Business	19	11	10		40
Change in Net Working Capital	(88)	(28)	30		(86)
CapEX	(62)	(65)	(68)		(195)
Free Cash Flow	\$ (25)	\$ 23	\$ 89		\$ 87

^(B) Adjustments to depreciation includes the addition of the depreciation expense of a contractual joint venture in Purification Solutions less accelerated depreciation expense not allocated to a business.

	Fiscal 2013			
	Dec. Q	Mar. Q	Jun. Q	Sept. Q
Adjusted ROIC ^(C)				
Twelve month rolling adjusted net income excluding certain items	\$ 272	\$ 254	\$ 248	
Five quarter rolling average of adjusted invested capital	\$ 2,520	\$ 2,780	\$ 3,057	
Adjusted ROIC	11%	9%	8%	

^(C) The definition of Adjusted ROIC is provided in Item 6. of our most recent Annual Report on Form 10K.