

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			\$ 0.31
Less: Net income per share from discontinued operations		(0.02)			(0.02)
Net income per share from continuing operations	\$	0.33			\$ 0.33
Less: Certain items after tax		(0.33)			(0.33)
Adjusted earnings per share	\$	0.66			\$ 0.66

^(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			\$ 90
Plus: Total Depreciation & Amortization	\$	49			\$ 49
Plus: Adjustments to Depreciation ^(B)	\$	1			\$ 1
Less: Unallocated Corporate Costs	\$	(13)			\$ (13)
EBITDA	\$	127			\$ 127

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Reinforcement Materials EBIT	\$	50			\$ 50
Plus: Depreciation & Amortization	\$	22			\$ 22
Reinforcement Materials EBITDA	\$	72			\$ 72
Reinforcement Materials Sales	\$	475			\$ 475
Reinforcement Materials EBITDA Margin		15%			15%

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Performance Materials EBIT	\$	26			\$ 26
Plus: Depreciation & Amortization	\$	12			\$ 12
Performance Materials EBITDA	\$	38			\$ 38
Performance Materials Sales	\$	196			\$ 196
Performance Materials EBITDA Margin		19%			19%

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Advanced Technologies EBIT	\$	7			\$ 7
Plus: Depreciation & Amortization	\$	2			\$ 2
Advanced Technologies EBITDA	\$	9			\$ 9
Advanced Technologies Sales	\$	38			\$ 38
Advanced Technologies EBITDA Margin		24%			24%

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Purification Solutions EBIT	\$	7			\$ 7
Plus: Depreciation & Amortization	\$	13			\$ 13
Purification Solutions EBITDA	\$	20			\$ 20
Purification Solutions Sales	\$	93			\$ 93
Purification Solutions EBITDA Margin		22%			22%

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Calculation of Free Cash Flow					
Segment EBIT	\$	90			\$ 90
Less: Unallocated Corporate Costs		(13)			(13)
Adjusted segment EBIT	\$	77			\$ 77
Adjusted segment earnings after tax		56			56
Plus: Total Depreciation & Amortization		49			49
Plus: Adjustments to Depreciation ^(B)		1			1
Less: Change in Net Working Capital		(88)			(88)
Less: CapEX		(62)			(62)
Free Cash Flow	\$	(44)			\$ (44)

^(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		
Five quarter rolling average of adjusted invested capital	\$	2,520		
Adjusted ROIC		11%		

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