

CABOT CORPORATION RECONCILIATION OF NON-GAAP FINANCIAL MEASURES

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

	Fiscal 2015 ^(A)				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2015
Reconciliation of Adjusted EPS to GAAP EPS					
Net income per share attributable to Cabot Corporation	\$ 0.69	\$ 0.41	\$ -	\$ -	\$ 1.10
Less: Net loss per share from discontinued operations	-	-	-	-	-
Net income per share from continuing operations	\$ 0.69	\$ 0.41	\$ -	\$ -	\$ 1.10
Less: Certain items after tax	(0.11)	(0.12)	-	-	(0.23)
Adjusted earnings per share	\$ 0.80	\$ 0.53	\$ -	\$ -	\$ 1.33

^(A) Per share amounts are calculated after tax and, where applicable, noncontrolling interest, net of tax.

	Fiscal 2015				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2015
Reconciliation of Segment EBIT to Segment EBITDA Margin					
Total Segment EBIT	\$ 97	\$ 69	\$ -	\$ -	\$ 166
Plus: Total Depreciation & Amortization	45	47	-	-	92
Plus: Adjustments to Depreciation ^(B)	3	-	-	-	3
Less: Unallocated Corporate Costs	(12)	(11)	-	-	(23)
EBITDA	\$ 133	\$ 105	\$ -	\$ -	\$ 238

	Fiscal 2015				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2015
Reinforcement Materials EBIT ^(C)	\$ 53	\$ 27	\$ -	\$ -	\$ 80
Plus: Depreciation & Amortization ^(C)	22	21	-	-	43
Reinforcement Materials EBITDA ^(C)	\$ 75	\$ 48	\$ -	\$ -	\$ 123
Reinforcement Materials Sales ^(C)	\$ 460	\$ 358	\$ -	\$ -	\$ 818
Reinforcement Materials EBITDA Margin ^(C)	16%	13%			15%

	Fiscal 2015				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2015
Performance Chemicals EBIT ^(C)	\$ 39	\$ 42	\$ -	\$ -	\$ 81
Plus: Depreciation & Amortization ^(C)	14	13	-	-	27
Performance Chemicals EBITDA ^(C)	\$ 53	\$ 55	\$ -	\$ -	\$ 108
Performance Chemicals Sales ^(C)	\$ 229	\$ 237	\$ -	\$ -	\$ 466
Performance Chemicals EBITDA Margin ^(C)	23%	23%			23%

	Fiscal 2015				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2015
Purification Solutions EBIT	\$ (1)	\$ 1	\$ -	\$ -	\$ -
Plus: Depreciation & Amortization	12	12	-	-	24
Purification Solutions EBITDA	\$ 11	\$ 13	\$ -	\$ -	\$ 24
Purification Solutions Sales	\$ 76	\$ 71	\$ -	\$ -	\$ 147
Purification Solutions EBITDA Margin	14%	18%			16%

	Fiscal 2015				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2015
Specialty Fluids EBIT ^(C)	\$ 6	\$ (1)	\$ -	\$ -	\$ 5
Plus: Depreciation & Amortization ^(C)	-	1	-	-	1
Specialty Fluids EBITDA ^(C)	\$ 6	\$ -	\$ -	\$ -	\$ 6
Specialty Fluids Sales ^(C)	\$ 16	\$ 8	\$ -	\$ -	\$ 24
Specialty Fluids EBITDA Margin ^(C)	38%	-			25%

	Fiscal 2015				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2015
Calculation of Free Cash Flow					
Segment EBIT	\$ 97	\$ 69	\$ -	\$ -	\$ 166
Less: Unallocated Corporate Costs	(12)	(11)	-	-	(23)
Adjusted segment EBIT	\$ 85	\$ 58	\$ -	\$ -	\$ 143
Adjusted segment earnings after tax	62	42	-	-	105
Depreciation & Amortization	45	47	-	-	92
Adjustments to Depreciation ^(B)	3	-	-	-	3
Change in Net Working Capital	(7)	92	-	-	85
CapEX	(41)	(29)	-	-	(70)
Free Cash Flow	\$ 62	\$ 152	\$ -	\$ -	\$ 215

^(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.

^(C) The amounts above have been recast for all periods to reflect the movement of the Elastomer Composites product line from the Advanced Technologies segment to the Reinforcement Materials segment and the Inkjet Colorants and Aerogel product lines from the Advanced Technologies segment to the Performance Chemicals segment. Specialty Fluids, which was previously included in the Advanced Technologies segment, is now a stand-alone reporting segment.

	Fiscal 2015			
	Dec. Q	Mar. Q	Jun. Q	Sept. Q
Adjusted ROIC ^(D)				
Twelve month rolling adjusted net income excluding certain items	\$ 270	\$ 257		
Five quarter average of adjusted invested capital	\$ 3,274	\$ 3,171		
Adjusted ROIC	8%	8%		

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