

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			\$ 0.73
Less: Net income per share from discontinued operations	(0.02)	-			(0.02)
Net income per share from continuing operations	\$ 0.33	\$ 0.42			\$ 0.75
Less: Certain items after tax	(0.33)	(0.21)			(0.54)
Adjusted earnings per share	\$ 0.66	\$ 0.63			\$ 1.29

^(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			\$ 179
Plus: Total Depreciation & Amortization	\$ 49	\$ 50			\$ 99
Plus: Adjustments to Depreciation ^(B)	\$ 1	\$ 1			\$ 2
Less: Unallocated Corporate Costs	\$ (13)	\$ (16)			\$ (29)
EBITDA	\$ 127	\$ 124			\$ 251

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Reinforcement Materials EBIT	\$ 50	\$ 41		
Plus: Depreciation & Amortization	\$ 22	\$ 21			\$ 43
Reinforcement Materials EBITDA	\$ 72	\$ 62			\$ 134
Reinforcement Materials Sales	\$ 475	\$ 459			\$ 934
Reinforcement Materials EBITDA Margin	15%	14%			14%

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Performance Materials EBIT	\$ 26	\$ 37		
Plus: Depreciation & Amortization	\$ 12	\$ 13			\$ 25
Performance Materials EBITDA	\$ 38	\$ 50			\$ 88
Performance Materials Sales	\$ 196	\$ 243			\$ 439
Performance Materials EBITDA Margin	19%	21%			20%

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Advanced Technologies EBIT	\$ 7	\$ 8		
Plus: Depreciation & Amortization	\$ 2	\$ 3			\$ 5
Advanced Technologies EBITDA	\$ 9	\$ 11			\$ 20
Advanced Technologies Sales	\$ 38	\$ 41			\$ 79
Advanced Technologies EBITDA Margin	24%	27%			25%

	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
	Purification Solutions EBIT	\$ 7	\$ 3		
Plus: Depreciation & Amortization	\$ 13	\$ 13			\$ 26
Purification Solutions EBITDA	\$ 20	\$ 16			\$ 36
Purification Solutions Sales	\$ 93	\$ 79			\$ 172
Purification Solutions EBITDA Margin	22%	20%			21%

	Fiscal 2013				
	Dec. Q	Mar. Q	Jun. Q	Sept. Q	FY 2013
Calculation of Free Cash Flow					
Segment EBIT	\$ 90	\$ 89			\$ 179
Less: Unallocated Corporate Costs	(13)	(16)			(29)
Adjusted segment EBIT	\$ 77	\$ 73			\$ 150
Adjusted segment earnings after tax	56	54			110
Depreciation & Amortization	49	50			99
Adjustments to Depreciation ^(B)	1	1			2
Proceeds from Sale of Business	-	11			11
Change in Net Working Capital	(88)	(28)			(116)
CapEX	(62)	(64)			(126)
Free Cash Flow	\$ (44)	\$ 24			\$ (20)

^(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		
Five quarter rolling average of adjusted invested capital	\$ 2,520	\$ 2,780		
Adjusted ROIC	11%	9%		

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