

A. O. SMITH CORPORATION
Adjusted Earnings and Adjusted EPS
(dollars in millions, except per share data)
(unaudited)

The following is a reconciliation of net earnings and diluted EPS to adjusted earnings (non-GAAP) and adjusted EPS (non-GAAP):

	Three Months Ended March 31,	
	2019	2018
Net Earnings (GAAP)	\$ 89.3	\$ 98.8
Restructuring and impairment expenses, before tax	-	6.7
Tax effect of restructuring and impairment expenses	-	(1.7)
Adjusted Earnings	\$ 89.3	\$ 103.8
Diluted EPS (GAAP)	\$ 0.53	\$ 0.57
Restructuring and impairment expenses per diluted share, before tax	-	0.04
Tax effect of restructuring and impairment expenses per diluted share	-	(0.01)
Adjusted EPS	\$ 0.53	\$ 0.60