

Financial Results

For the fourth quarter ended December 31st and full year 2023



CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This presentation includes forward-looking statements, which may involve, but are not limited to: statements with respect to our objectives, anticipations and outlook or guidance in respect of various financial and global metrics and sources of contribution thereto, targets, goals, priorities, market and strategies, financial position, financial performance, market position, capabilities, competitive strengths, credit ratings, beliefs, prospects, plans, expectations, anticipations, estimates and intentions; general economic and business outlook, prospects and trends of an industry; customer value; expected demand for products and services; growth strategy; product development, including projected design, characteristics, capacity or performance; expected or scheduled entry-into-service of products and services, orders, deliveries, testing, lead times, certifications and execution of orders in general; competitive position; expectations regarding revenue and backlog mix; the expected impact of the legislative and regulatory environment and legal proceedings; strength of capital profile and balance sheet, creditworthiness, available liquidities and capital resources, expected financial requirements, and ongoing review of strategic and financial alternatives; the introduction of productivity enhancements, operational efficiencies, cost reduction and restructuring initiatives, and anticipated costs, intended benefits and timing thereof; the ability to continue business growth and cash generation; expectations, objectives and strategies regarding debt repayment, refinancing of maturities and interest cost reduction; compliance with restrictive debt covenants; expectations regarding the declaration and payment of dividends on our preferred shares; intentions and objectives for our programs, assets and operations; expectations regarding the availability of government assistance programs; the impact of new, or exacerbation of existing, global health, geopolitical or military events on the foregoing and the effectiveness of our plans and measures in response thereto; and expectations regarding the strength of markets, economic downturns or recession, and inflationary and supply chain pressures.

In addition, statements that “we believe” and similar statements reflect our beliefs and opinions on the relevant subject. These statements are based on information available to us as of the date of this presentation. While we believe that information provides a reasonable basis for these statements, that information may be limited or incomplete. Our statements should not be read to indicate that we have conducted an exhaustive inquiry into, or review of, all relevant information. These statements are inherently uncertain, and investors are cautioned not to unduly rely on these statements.

Forward-looking statements can generally be identified by the use of forward-looking terminology such as “may”, “will”, “shall”, “can”, “expect”, “estimate”, “intend”, “anticipate”, “plan”, “foresee”, “believe”, “continue”, “maintain” or “align”, the negative of these terms, variations of them or similar terminology. Forward-looking statements are presented for the purpose of assisting investors and others in understanding certain key elements of our current objectives, strategic priorities, expectations, guidance, outlook and plans, and in obtaining a better understanding of our business and anticipated operating environment. Readers are cautioned that such information may not be appropriate for other purposes.

By their nature, forward-looking statements require management to make assumptions and are subject to important known and unknown risks and uncertainties, which may cause our actual results in future periods to differ materially from forecast results set forth in forward-looking statements. While management considers these assumptions to be reasonable and appropriate based on information currently available, there is risk that they may not be accurate. The assumptions underlying the forward-looking statements made in this presentation include the following material assumptions: growth of the business aviation market and the Corporation’s share of such market; proper identification and continued management of recurring cost saving; optimization of our real estate portfolio; and access to working capital facilities on market terms. For additional information, including with respect to other assumptions underlying the forward-looking statements made in this presentation, refer to the Forward-looking statements - Assumptions section of the Management Discussion & Analysis (MD&A) of the Corporation’s financial report for the fiscal year ended December 31, 2023. Given the impact of the changing circumstances surrounding new or continuing global health, geopolitical and military events, and the related response from the Corporation, governments (federal, provincial and municipal, both domestic, foreign and multinational inter-governmental organizations), regulatory authorities, businesses, suppliers, customers, counterparties and third-party service providers, there is an inherently higher degree of uncertainty associated with the Corporation’s assumptions.

Certain factors that could cause actual results to differ materially from those anticipated in the forward-looking statements include, but are not limited to: operational risks (such as risks related to business development and growth; order backlog; deployment and execution of our strategy, including cost reductions and working capital improvements and manufacturing and productivity enhancement initiatives; developing new products and services, including technological innovation and disruption); the certification of products and services; pressures on cash flows and capital expenditures, including due to seasonality and cyclicalities; doing business with partners; product performance warranty and casualty claim losses; environmental, health and safety concerns and regulations; dependence on limited number of contracts, customers and suppliers, including supply chain risks; human resources including the global availability of a skilled workforce; reliance on information systems (including technology vulnerabilities, cybersecurity threats and privacy breaches); reliance on and protection of intellectual property rights; reputation risks; scrutiny and perception gaps regarding environmental, social and governance matters; adequacy of insurance coverage; risk management; and tax matters); financing risks (such as risks related to liquidity and access to capital markets; substantial debt and interest payment requirements, including execution of debt management and interest cost reduction strategies; restrictive and financial debt covenants; retirement benefit plan risk; exposure to credit risk; and availability of government support); risks related to regulatory and legal proceedings; risks associated with general economic conditions and disruptions, both regionally and globally, that may impact our sales and operations; business environment risks (such as risks associated with the financial condition of business aircraft customers; trade policy; increased competition; political instability and geopolitical tensions; financial and economic sanctions and export control limitations; global climate change; and force majeure events); market risks (such as foreign currency fluctuations; changing interest rates; increases in commodity prices; and inflation rate fluctuations); and other unforeseen adverse events. For more details, see the Risks and uncertainties section in Other in the MD&A of the Corporation’s financial report for the fiscal year ended December 31, 2023. Any one or more of the foregoing factors may be exacerbated by new or continuing global health, geopolitical or military events, which may have a significantly more severe impact on the Corporation’s business, results of operations and financial condition than in the absence of such events.

Readers are cautioned that the foregoing list of factors that may affect future growth, results and performance is not exhaustive and undue reliance should not be placed on forward-looking statements. Other risks and uncertainties not presently known to us or that we presently believe are not material could also cause actual results or events to differ materially from those expressed or implied in our forward-looking statements. The forward-looking statements set forth herein reflect management’s expectations as at the date of this report and are subject to change after such date. Unless otherwise required by applicable securities laws, we expressly disclaim any intention, and assume no obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. The forward-looking statements contained in this presentation are expressly qualified by this cautionary statement

FINANCIAL HIGHLIGHTS AND GUIDANCE

For the fourth quarters and fiscal years ended December 31st

	Fourth quarters ended December 31 st		Fiscal years ended December 31 st		2023 Guidance
	2022	2023	2022	2023	
Revenues	\$2.7B	\$3.1B	\$6.9B	\$8.0B	> \$7.6B
Aircraft deliveries (in units)	49	56	123	138	> 138
Adjusted EBITDA ⁽¹⁾ <i>Adjusted EBITDA margin</i> ⁽²⁾	\$352M 13.3%	\$458M 15.0%	\$930M 13.5%	\$1,230M 15.3%	> \$1,125M
Reported EBIT <i>Reported EBIT margin</i> ⁽³⁾	\$207M 7.8%	\$211M 6.9%	\$538M 7.8%	\$793M 9.9%	n/a
Adjusted EBIT ⁽¹⁾ <i>Adjusted EBIT margin</i> ⁽²⁾	\$212M 8.0%	\$278M 9.1%	\$515M 7.4%	\$799M 9.9%	> \$695M
Free Cash Flow ⁽¹⁾⁽⁴⁾	\$169M	\$646M	\$735M	\$257M	> \$250M

1. Non-GAAP financial measure. A non-GAAP financial measure is not a standardized financial measure under the financial reporting framework used to prepare our financial statements and might not be comparable to similar financial measures used by other issuers. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics and reconciliations to the most comparable IFRS measures.

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3. Supplementary financial measure. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics.

4. Only from continuing operations.

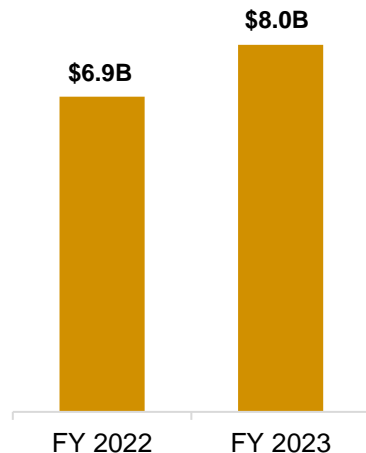
n/a: not applicable

BOMBARDIER

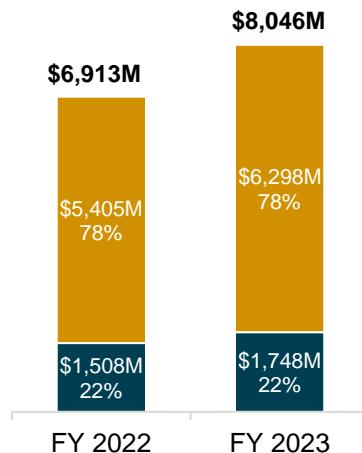
REVENUES

For the fiscal years ended December 31st

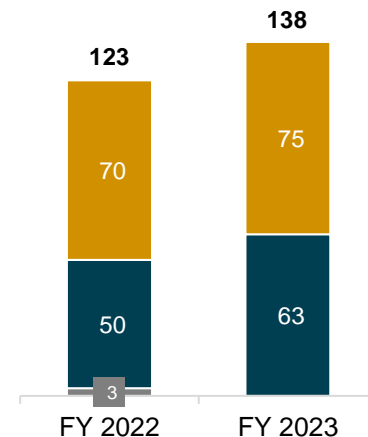
REVENUES



REVENUES BREAKDOWN



AIRCRAFT DELIVERIES¹



Manufacturing & Other Aftermarket

Large Medium Light

Notes: Chart data may not be to scale.

1. Bombardier delivered its last *Learjet* aircraft in the first quarter of 2022.

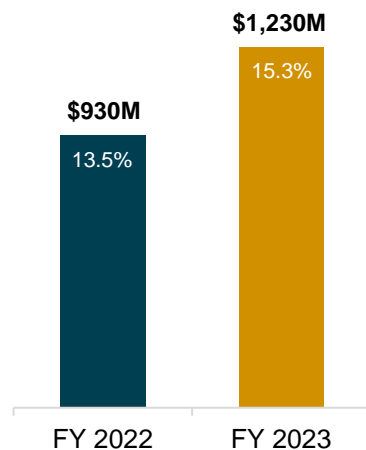
BOMBARDIER

EARNINGS

For the fiscal years ended December 31st

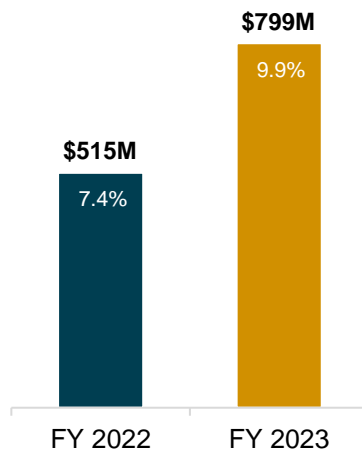
ADJUSTED EBITDA¹

Adjusted EBITDA margin²



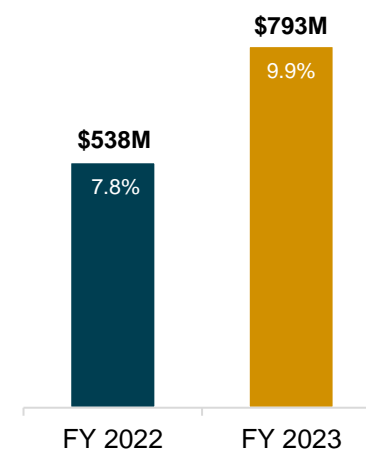
ADJUSTED EBIT¹

Adjusted EBIT margin²



REPORTED EBIT

Reported EBIT margin³



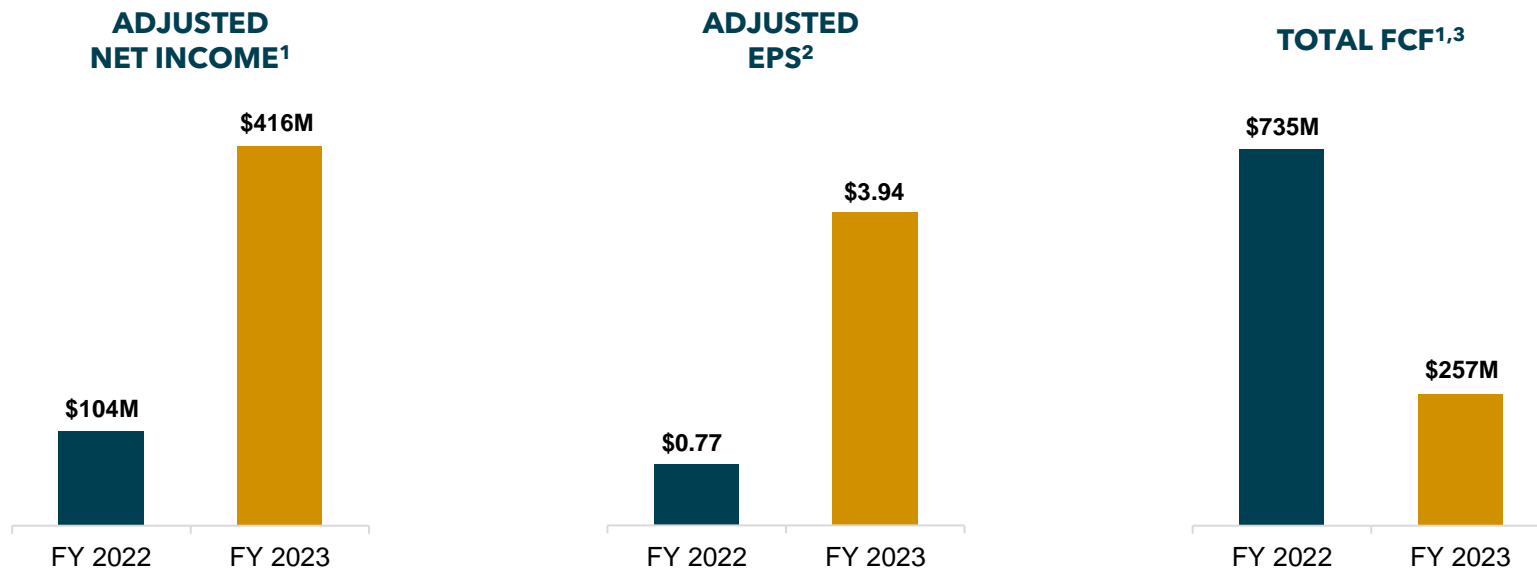
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ADJUSTED NET INCOME, ADJUSTED EPS AND FREE CASH FLOW

For the fiscal years ended December 31st

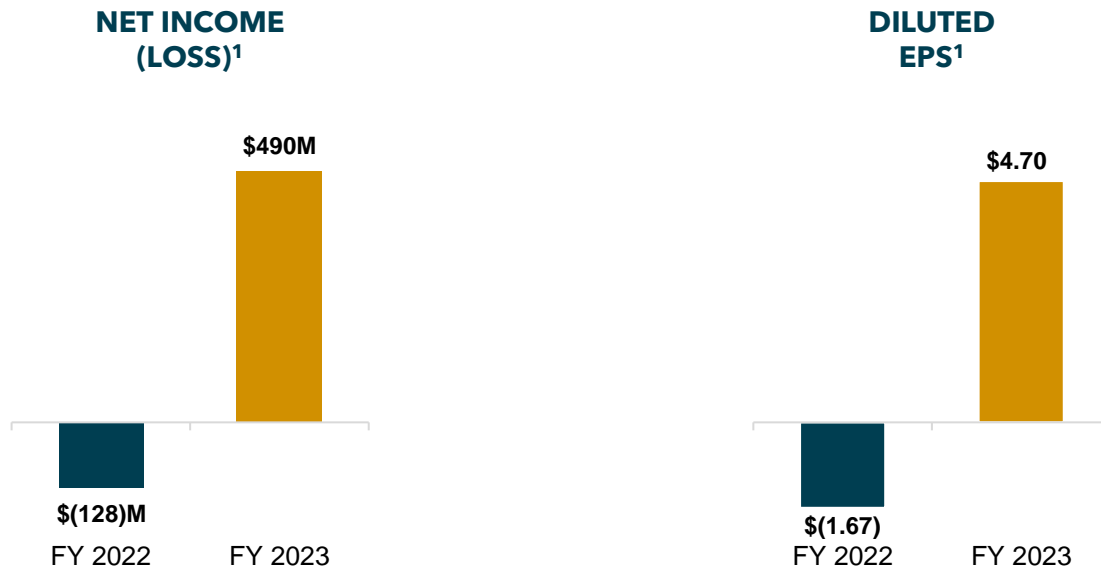


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3. Only from continuing operations.

NET INCOME (LOSS) AND DILUTED EPS

For the fiscal years ended December 31st



Notes: Chart data may not be to scale.

1. Only from continuing operations.

2024 GUIDANCE

For the fiscal year ended
December 31st 2023

2024
Guidance⁽¹⁾

Aircraft deliveries (in units)

138

150 – 155

Revenues

\$8.0B

\$8.4B – \$8.6B

Adjusted EBITDA⁽²⁾

\$1,230M

\$1.30B – \$1.35B

Adjusted EBITDA margin⁽³⁾

15.3%

Adjusted EBIT⁽²⁾

\$799M

\$850M – \$900M

Adjusted EBIT margin⁽³⁾

9.9%

Free cash flow⁽²⁾

\$257M

\$100M – \$400M

1. See the forward-looking statements disclaimer.

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Exceptional by design

FINANCIAL PERFORMANCE

For the fiscal years ended December 31st

	FY 2023	FY 2022	Variance
Revenues	\$8,046	\$6,913	16%
Adjusted EBITDA ⁽¹⁾	\$1,230	\$930	32%
Adjusted EBITDA margin ⁽²⁾	15.3%	13.5%	180 bps
Adjusted EBIT ⁽¹⁾	\$799	\$515	55%
Adjusted EBIT margin ⁽²⁾	9.9%	7.4%	250 bps
EBIT	\$793	\$538	47%
EBIT margin ⁽³⁾	9.9%	7.8%	210 bps
Net income (loss) ⁽⁴⁾	\$490	\$(128)	\$618
Adjusted net income ⁽¹⁾	\$416	\$104	\$312
Diluted EPS (in dollars) ⁽⁴⁾	\$4.70	\$(1.67)	\$6.37
Adjusted EPS (in dollars) ⁽²⁾	\$3.94	\$0.77	\$3.17
Cash flow from operating activities ⁽⁴⁾	\$623	\$1,072	\$(449)
Free cash flow ⁽¹⁾⁽⁴⁾	\$257	\$735	\$(478)
Deliveries (in units)	138	123	15

	As at December 31, 2023	As at December 31, 2022	Variance
Order backlog (in billions of dollars) ⁽⁵⁾	\$14.2	\$14.8	(4)%

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3. Supplementary financial measure. Refer to the Non-GAAP and other financial measures section, for definitions of these metrics.

4. Only from continuing operations.

5. Represents order backlog for both manufacturing and services.

bps: Basis points.

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FINANCIAL PERFORMANCE

For the three-month periods ended December 31st

	Q4 2023	Q4 2022	Variance
Revenues	\$3,062	\$2,655	15%
Adjusted EBITDA ⁽¹⁾	\$458	\$352	30%
Adjusted EBITDA margin ⁽²⁾	15.0%	13.3%	170 bps
Adjusted EBIT ⁽¹⁾	\$278	\$212	31%
Adjusted EBIT margin ⁽²⁾	9.1%	8.0%	110 bps
EBIT	\$211	\$207	2%
EBIT margin ⁽³⁾	6.9%	7.8%	(90) bps
Net income ⁽⁴⁾	\$215	\$241	\$(26)
Adjusted net income ⁽¹⁾	\$143	\$212	\$(69)
Diluted EPS (in dollars) ⁽⁴⁾	\$2.11	\$2.40	\$(0.29)
Adjusted EPS (in dollars) ⁽²⁾	\$1.37	\$2.10	\$(0.73)
Cash flow from operating activities ⁽⁴⁾	\$740	\$311	\$429
Free cash flow ⁽¹⁾⁽⁴⁾	\$646	\$169	\$477
Deliveries (in units)	56	49	7

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4. Only from continuing operations.

bps: Basis points.

CAUTION REGARDING NON-GAAP AND OTHER FINANCIAL MEASURES

Non-GAAP and other financial measures

Non-GAAP Financial Measures

Adjusted EBIT	EBIT excluding certain items which do not reflect the Corporation's core performance or where their separate presentation will assist users of the consolidated financial statements in understanding the Corporation's results for the period. Such items include restructuring charges, (gain) loss related to disposal of business, impairment and program termination, certain one-time pension related items included in other (income) expense such as (gain) loss on pension annuity purchases, and non-commercial legal claims.
Adjusted EBITDA	Adjusted EBIT plus amortization and impairment charges on PP&E and intangible assets.
Adjusted net income (loss)	Net income (loss) from continuing operations excluding restructuring charges, (gain) loss related to disposal of business, impairment and program termination, certain one-time pension related items included in other (income) expense such as (gain) loss on pension annuity purchases, non-commercial legal claims, certain net gains and losses arising from changes in measurement of provisions and of financial instruments carried at FVTP&L, accretion on net retirement benefit obligation, losses (gains) on repayment of long-term debt, changes in discount rates of provisions and the related tax impacts of these items.
Free cash flow (usage)	Cash flows from operating activities - continued operations less net additions to PP&E and intangible assets.

Non-GAAP Financial Ratios

Adjusted EPS	EPS calculated based on adjusted net income attributable to equity holders of Bombardier Inc., using the treasury stock method, giving effect to the exercise of all dilutive elements.
Adjusted EBIT margin	Adjusted EBIT, as a percentage of total revenues.
Adjusted EBITDA margin	Adjusted EBITDA, as a percentage of total revenues.

Supplementary Financial Measure

EBIT margin	EBIT, as a percentage of total revenues.
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CAUTION REGARDING NON-GAAP AND OTHER FINANCIAL MEASURES

Non-GAAP and other financial measures are measures mainly derived from the consolidated financial statements but are not standardized financial measures under the financial reporting framework used to prepare our financial statements. Therefore, these might not be comparable to similar non-GAAP and other financial measures used by other issuers. The exclusion of certain items from non-GAAP or other financial measures does not imply that these items are necessarily non-recurring.

Adjusted EBIT

Adjusted EBIT is defined as the EBIT excluding certain items which do not reflect the Corporations core performance or where their separate presentation will assist users of the consolidated financial statements in understanding the Corporation's results for the period. Such items include restructuring charges⁽¹⁾⁽²⁾, (gain) loss related to disposal of business⁽¹⁾⁽³⁾, impairment and program termination⁽¹⁾⁽⁴⁾, certain one-time pension related items included in other (income) expense such as (gain) loss on pension annuity purchases⁽¹⁾, and non-commercial legal claims⁽¹⁾. Management uses adjusted EBIT for purposes of evaluating underlying business performance. Management believes presentation of this non-GAAP operating earnings measure in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increases the transparency and clarity of the core results of our business. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Adjusted EBITDA

Adjusted EBITDA is defined as the EBIT excluding restructuring charges⁽¹⁾⁽²⁾, (gain) loss related to disposal of business⁽¹⁾⁽³⁾, impairment and program termination⁽¹⁾⁽⁴⁾, certain one-time pension related items included in other (income) expense such as (gain) loss on pension annuity purchases⁽¹⁾, and non-commercial legal claims⁽¹⁾, amortization charges on PP&E and intangible assets. Management uses adjusted EBITDA for purposes of evaluating underlying business performance. Management believes this non-GAAP operating earnings measure in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increases the transparency and clarity of the core results of our business, since it excludes the effects of items that are usually associated with investing or financing activities and items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Adjusted net income (loss)

Adjusted net income (loss) is defined as the net income (loss) from continuing operations adjusted for certain specific items that are significant but are not, based on management's judgment, reflective of the Corporation's underlying operations. These include adjustments related to restructuring charges⁽¹⁾⁽²⁾, (gain) loss related to disposal of business⁽¹⁾⁽³⁾, impairment and program termination⁽¹⁾⁽⁴⁾, certain one-time pension related items included in other (income) expense such as (gain) loss on pension annuity purchases⁽¹⁾, non-commercial legal claims⁽¹⁾, certain net gains and losses arising from changes in measurement of provisions and of financial instruments carried at FVTP&L, accretion on net retirement benefit obligation, losses (gains) on repayment of long-term debt, changes in discount rates of provisions and the related tax impacts of these items. Management uses adjusted net income (loss) for purposes of evaluating underlying business performance. Management believes this non-GAAP earnings measure in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increase the transparency and clarity of the core results of our business. Adjusted net income (loss) excludes items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

Adjusted EPS

Adjusted EPS is defined as the adjusted net income (loss) attributable to equity shareholders of Bombardier Inc., divided by the weighted-average diluted number of common shares for the period. Management uses adjusted EPS for purposes of evaluating underlying business performance. Management believes this non-GAAP financial ratio in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increases the transparency and clarity of the core results of our business. Adjusted EPS excludes items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

1. Special items and certain items of other expense (income) were mainly reclassified to gain related to disposal of business, impairment and program termination, and restructuring charges, including comparative figures. See Note 37 - Reclassification of our Consolidated financial report for the fiscal year ended December 31, 2023 for more information.
2. Includes severance charges or related reversal as well as curtailment losses (gains), if any.
3. Includes changes in provisions related to past divestitures.
4. Includes impairment or reversal of impairment of PP&E and intangible assets, as well as provisions related to program termination or their related reversal, if any. For fiscal year 2023, includes impairment of \$85 million related to an aircraft product upgrade, started in 2018 and paused in 2020.

CAUTION REGARDING NON-GAAP AND OTHER FINANCIAL MEASURES

Adjusted EBIT margin

Adjusted EBIT margin is defined as the adjusted EBIT expressed as a percentage of total revenues. Management uses adjusted EBIT margin for purposes of evaluating underlying business performance. Management believes this non-GAAP financial ratio in addition to IFRS measures provides users of our Financial Report with enhanced understanding of our results and related trends and increase the transparency and clarity of the core results of our business. Adjusted EBIT margin excludes items that do not reflect our core performance or where their exclusion will assist users in understanding our results for the period. For these reasons, a significant number of users of the MD&A analyze our results based on this financial measure. Management believes this measure helps users of the MD&A to better analyze results, enabling better comparability of our results from one period to another and with peers.

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Free cash flow (usage)

Free cash flow (usage) is defined as cash flows from operating activities - continued operations less net additions to PP&E and intangible assets. Management believes that this non-GAAP cash flow measure provides investors with an important perspective on the Corporation's generation of cash available for shareholders, debt repayment, and acquisitions after making the capital investments required to support ongoing business operations and long-term value creation. This non-GAAP cash flow measure does not represent the residual cash flow available for discretionary expenditures as it excludes certain mandatory expenditures such as repayment of maturing debt. Management uses free cash flow (usage) as a measure to assess both business performance and overall liquidity generation.

RECONCILIATION OF NON-GAAP AND OTHER FINANCIAL MEASURES

Reconciliation of adjusted EBIT to EBIT and computation of adjusted EBIT margin⁽¹⁾

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2023	2022	2023	2022
EBIT	\$ 211	\$ 207	\$ 793	\$ 538
Restructuring charges ⁽²⁾⁽³⁾	1	7	1	8
Loss (gain) related to disposal of business ⁽²⁾⁽⁴⁾	(19)	2	(81)	(22)
Impairment and program termination ⁽²⁾⁽⁵⁾	82	(4)	83	(9)
Pension related items ⁽²⁾⁽⁶⁾	3	—	3	—
Adjusted EBIT	\$ 278	\$ 212	\$ 799	\$ 515
Total revenues	\$ 3,062	\$ 2,655	\$ 8,046	\$ 6,913
Adjusted EBIT margin	9.1%	8.0%	9.9%	7.4%

Reconciliation of adjusted EBITDA to EBIT and computation of adjusted EBITDA margin⁽¹⁾

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2023	2022	2023	2022
EBIT	\$ 211	\$ 207	\$ 793	\$ 538
Amortization	180	140	431	415
Restructuring charges ⁽²⁾⁽³⁾	1	7	1	8
Loss (gain) related to disposal of business ⁽²⁾⁽⁴⁾	(19)	2	(81)	(22)
Impairment and program termination ⁽²⁾⁽⁵⁾	82	(4)	83	(9)
Pension related items ⁽²⁾⁽⁶⁾	3	—	3	—
Adjusted EBITDA	\$ 458	\$ 352	\$ 1,230	\$ 930
Total revenues	\$ 3,062	\$ 2,655	\$ 8,046	\$ 6,913
Adjusted EBITDA margin	15.0%	13.3%	15.3%	13.5%

1. Only from continuing operations.

2. Special items and certain items of other expense (income) were mainly reclassified to gain related to disposal of business, impairment and program termination, and restructuring charges, including comparative figures. See Note 37 – Reclassification of our Consolidated financial report for the fiscal year ended December 31, 2023 for more information.

3. Includes severance charges or related reversal as well as curtailment losses (gains), if any.

4. Includes changes in provisions related to past divestitures.

5. Includes impairment or reversal of impairment of PP&E and intangible assets, as well as provisions related to program termination or their related reversal, if any. For fiscal year 2023, includes impairment of \$85 million related to an aircraft product upgrade, started in 2018 and paused in 2020.

6. Includes the loss related to the purchase of pension annuities. See Note 21 – Retirement benefits of our Consolidated financial report for the fiscal year ended December 31, 2023 for more information.

RECONCILIATION OF NON-GAAP AND OTHER FINANCIAL MEASURES

Reconciliation of adjusted net income to net income and computation of adjusted EPS⁽¹⁾

	Fourth quarters ended December 31			
	2023		2022	
	(per share)		(per share)	
Net income from continuing operations	\$ 215		\$ 241	
Adjustments to EBIT related to:				
Restructuring charges ⁽²⁾⁽³⁾	1	0.01	7	0.07
Loss (gain) related to disposal of business ⁽²⁾⁽⁴⁾	(19)	(0.19)	2	0.02
Impairment and program termination ⁽²⁾⁽⁵⁾	82	0.83	(4)	(0.04)
Pension related items ⁽²⁾⁽⁶⁾	3	0.03	—	—
Adjustments to net financing expense related to:				
Net gain on certain financial instruments	(162)	(1.65)	(44)	(0.45)
Accretion on net retirement benefit obligations	6	0.06	8	0.08
Losses on repayment of long-term debt	16	0.16	3	0.03
Changes in discount rates of provisions	1	0.01	—	—
Tax impact of adjusting items	—	—	(1)	(0.01)
Adjusted net income	143		212	
Preferred share dividends, including taxes	(8)		(7)	
Adjusted net income attributable to equity holders of Bombardier Inc.	\$ 135		\$ 205	
Weighted-average adjusted diluted number of common shares (in thousands)	98,409		97,423	
Adjusted EPS (in dollars)	\$ 1.37		\$ 2.10	

Reconciliation of adjusted EPS to diluted EPS (in dollars)⁽¹⁾

	Fourth quarters ended December 31	
	2023	2022
Diluted EPS from continuing operations	\$ 2.11	\$ 2.40
Impact of adjustment to EBIT related to:		
Restructuring charges ⁽²⁾⁽³⁾	0.01	0.07
Loss (gain) related to disposal of business ⁽²⁾⁽⁴⁾	(0.19)	0.02
Impairment and program termination ⁽²⁾⁽⁵⁾	0.83	(0.04)
Pension related items ⁽²⁾⁽⁶⁾	0.03	—
Adjustments to net financing expense related to:		
Net gain on certain financial instruments	(1.65)	(0.45)
Accretion on net retirement benefit obligations	0.06	0.08
Losses on repayment of long-term debt	0.16	0.03
Changes in discount rates of provisions	0.01	—
Tax impact of adjusting items	—	(0.01)
Adjusted EPS	\$ 1.37	\$ 2.10

1. Only from continuing operations.

2. Special items and certain items of other expense (income) were mainly reclassified to gain related to disposal of business, impairment and program termination, and restructuring charges, including comparative figures. See Note 37 – Reclassification of our Consolidated financial report for the fiscal year ended December 31, 2023 for more information.

3. Includes severance charges or related reversal as well as curtailment losses (gains), if any.

4. Includes changes in provisions related to past divestitures.

5. Includes impairment or reversal of impairment of PP&E and intangible assets, as well as provisions related to program termination or their related reversal, if any. For fiscal year 2023, includes impairment of \$85 million related to an aircraft product upgrade, started in 2018 and paused in 2020.

6. Includes the loss related to the purchase of pension annuities. See Note 21 – Retirement benefits of our Consolidated financial report for the fiscal year ended December 31, 2023 for more information.

RECONCILIATION OF NON-GAAP AND OTHER FINANCIAL MEASURES

Reconciliation of adjusted net income (loss) to net income (loss) and computation of adjusted EPS⁽¹⁾

	Fiscal years ended December 31			
	2023		2022	
	(per share)		(per share)	
Net income (loss) from continuing operations	\$ 490		\$ (128)	
Adjustments to EBIT related to:				
Restructuring charges ⁽²⁾⁽³⁾	1	0.01	8	0.08
Gain related to disposal of business ⁽²⁾⁽⁴⁾	(81)	(0.83)	(22)	(0.23)
Impairment and program termination ⁽²⁾⁽⁵⁾	83	0.85	(9)	(0.09)
Pension related items ⁽²⁾⁽⁶⁾	3	0.03	—	—
Adjustments to net financing expense related to:				
Net loss (gain) on certain financial instruments	(160)	(1.64)	228	2.34
Accretion on net retirement benefit obligations	25	0.26	31	0.32
Losses (gains) on repayment of long-term debt	54	0.55	(1)	(0.01)
Changes in discount rates of provisions	1	0.01	(2)	(0.02)
Effect of dilution	—	—	—	0.06
Tax impact of adjusting items	—	—	(1)	(0.01)
Adjusted net income	416		104	
Preferred share dividends, including taxes	(31)		(29)	
Adjusted net income attributable to equity holders of Bombardier Inc.	\$ 385		\$ 75	
Weighted-average adjusted diluted number of common shares (in thousands)	97,721		97,642	
Adjusted EPS (in dollars)	\$ 3.94		\$ 0.77	

Reconciliation of adjusted EPS to diluted EPS (in dollars)⁽¹⁾

	Fiscal years ended December 31	
	2023	2022
Diluted EPS from continuing operations	\$ 4.70	\$ (1.67)
Impact of adjustment to EBIT related to:		
Restructuring charges ⁽²⁾⁽³⁾	0.01	0.08
Gain related to disposal of business ⁽²⁾⁽⁴⁾	(0.83)	(0.23)
Impairment and program termination ⁽²⁾⁽⁵⁾	0.85	(0.09)
Pension related items ⁽²⁾⁽⁶⁾	0.03	—
Adjustments to net financing expense related to:		
Net loss (gain) on certain financial instruments	(1.64)	2.34
Accretion on net retirement benefit obligations	0.26	0.32
Losses (gains) on repayment of long-term debt	0.55	(0.01)
Changes in discount rates of provisions	0.01	(0.02)
Effect of dilution	—	0.06
Tax impact of adjusting items	—	(0.01)
Adjusted EPS	\$ 3.94	\$ 0.77

1. Only from continuing operations.

2. Special items and certain items of other expense (income) were mainly reclassified to gain related to disposal of business, impairment and program termination, and restructuring charges, including comparative figures. See Note 37 – Reclassification of our Consolidated financial report for the fiscal year ended December 31, 2023 for more information.

3. Includes severance charges or related reversal as well as curtailment losses (gains), if any.

4. Includes changes in provisions related to past divestitures.

5. Includes impairment or reversal of impairment of PP&E and intangible assets, as well as provisions related to program termination or their related reversal, if any. For fiscal year 2023, includes impairment of \$85 million related to an aircraft product upgrade, started in 2018 and paused in 2020.

6. Includes the loss related to the purchase of pension annuities. See Note 21 – Retirement benefits of our Consolidated financial report for the fiscal year ended December 31, 2023 for more information.

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RECONCILIATION OF NON-GAAP AND OTHER FINANCIAL MEASURES

Reconciliation of free cash flow to cash flows from operating activities⁽¹⁾

	Fourth quarters ended December 31		Fiscal years ended December 31	
	2023	2022	2023	2022
Cash flows from operating activities - continuing operations	\$ 740	\$ 311	\$ 623	\$ 1,072
Net additions to PP&E and intangible assets	(94)	(142)	(366)	(337)
Free cash flow from continuing operations	\$ 646	\$ 169	\$ 257	\$ 735