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# Fourth-Quarter 2023 Earnings Call Presentation



Reported February 27, 2024

# Forward-Looking Statements Disclaimer



BWX Technologies, Inc. (“BWXT”) cautions that statements in this presentation that are forward-looking and provide other than historical information involve risks and uncertainties that may impact actual results and any future performance suggested in the forward-looking statements. The forward-looking statements in this presentation include, but are not limited to, statements relating to our 2023 and future strategic priorities, including U.S. Navy procurement, microreactors, advanced nuclear fuels, medical radioisotope industrialization, small modular reactor components, recent acquisitions and organic growth opportunities; statements related to backlog, to the extent they may be viewed as an indicator of future revenues; the expected U.S. Navy long-term procurement schedules and forecasts; estimated pension costs; expected future capital expenditure levels; the expected Canadian nuclear power forecast for services, refurbishment timelines and opportunities; disruptions to our supply chain and/or operations, changes in government regulations and other factors; our outlook, priorities and growth opportunities in our businesses; and guidance for 2024 and beyond. These forward-looking statements are based on current management expectations and involve a number of risks and uncertainties, including, among other things, federal budget uncertainty, the risk of future budget cuts, the impact of continuing resolution funding mechanisms and the debt ceiling, the potential for government shutdowns and changing funding and acquisition priorities; our ability to win new project awards; the receipt and/or timing of government approvals; capital spending of power generating utilities; the timing of technology development, regulatory approvals and automation of production; the potential recurrence or subsequent waves or strains of COVID-19 or similar diseases; the actions to contain the impact of such diseases and potential employee unrest; adverse changes in the industries in which we operate; labor market challenges, including employee retention and recruitment; termination, delays and other difficulties executing on contracts in backlog and adverse changes in the demand for or competitiveness of nuclear products and services. If one or more of these or other risks materialize, actual results may vary materially from those expressed. For a more complete discussion of these and other risks, please see BWXT’s filings with the Securities and Exchange Commission, including our most recent annual report on Form 10-K and subsequent quarterly reports on Form 10-Q. BWXT cautions not to place undue reliance on these forward-looking statements, which speak only as of the date of this presentation, and undertakes no obligation to update or revise any forward-looking statement, except to the extent required by applicable law.

# Fourth Quarter 2023 and Outlook Highlights



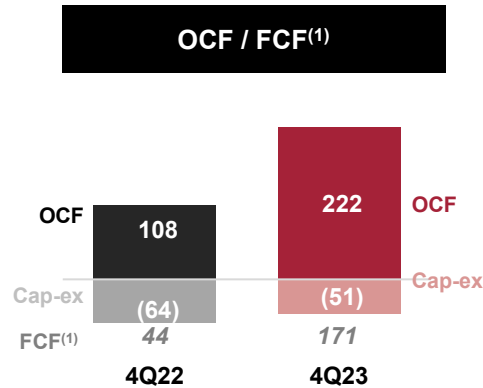
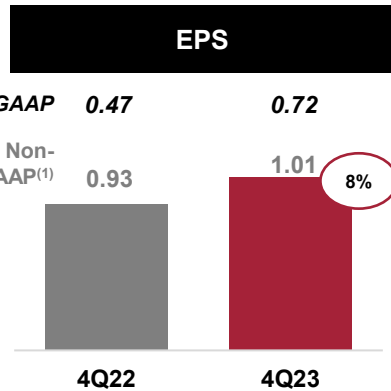
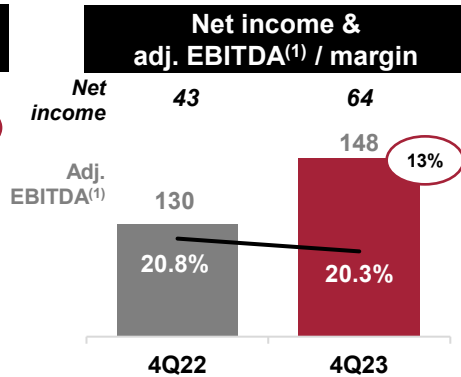
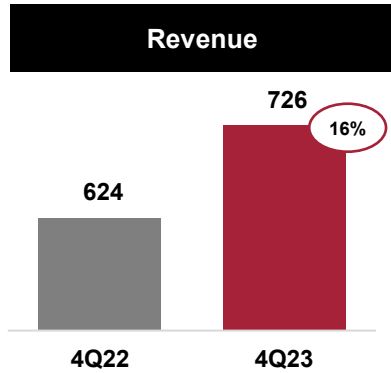
- **4Q23 Y/Y financial performance**
  - Revenue **up 16%**, driven by strong organic revenue growth in Government Operations and Commercial Operations
  - Adjusted EBITDA<sup>(1)</sup> **up 13%**, driven by CO margin expansion, including improved medical profitability, but slightly lower GO margins as solid underlying performance, and a non-naval component recovery were offset by program mix
  - Free Cash Flow<sup>(1)</sup> **up significantly** to \$171M, driven by good working capital management
- **2023 Financial and Operational Highlights**
  - **Record revenue and adjusted EBITDA<sup>(1)</sup>** of \$2.5B and \$472M, respectively
  - Significant inflection in **Free Cash Flow<sup>(1)</sup>** to \$212M
  - Achieved **~10% growth in workforce** through enhanced hiring initiatives and improved attrition rates
  - Awarded **Project DRACO**, the first nuclear thermal propulsion project for cislunar operations
  - **Secured key special materials wins:** U-Metal conversion and purification; HALEU feedstock; Downblending extension through 2027
  - **>20% revenue growth and shift to positive EBITDA** at BWXT Medical
  - Completed missile tubes program with strong performance and cost recovery in 4Q23 for out-of-scope changes over life of project
- **Initiating 2024 Adjusted EPS<sup>(1)</sup> guidance of \$3.05-\$3.20**
  - Mid-single-digit revenue growth to **>\$2.6B**: Growth in both segments, led by Commercial
  - Mid-single-digit adjusted EBITDA<sup>(1)</sup> growth to **~\$500M**: Higher Commercial margin offset by slightly lower Government margin
  - 2024 Free Cash Flow<sup>(1)</sup> of **\$225M-\$250M**: Higher operating cash flow, with flat to slightly lower capital expenditures

(1) Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items. A reconciliation of GAAP to adjusted, non-GAAP measures can be found in the Appendix section of this presentation.

# 4Q23 financial summary



(\$million, except per share amounts)



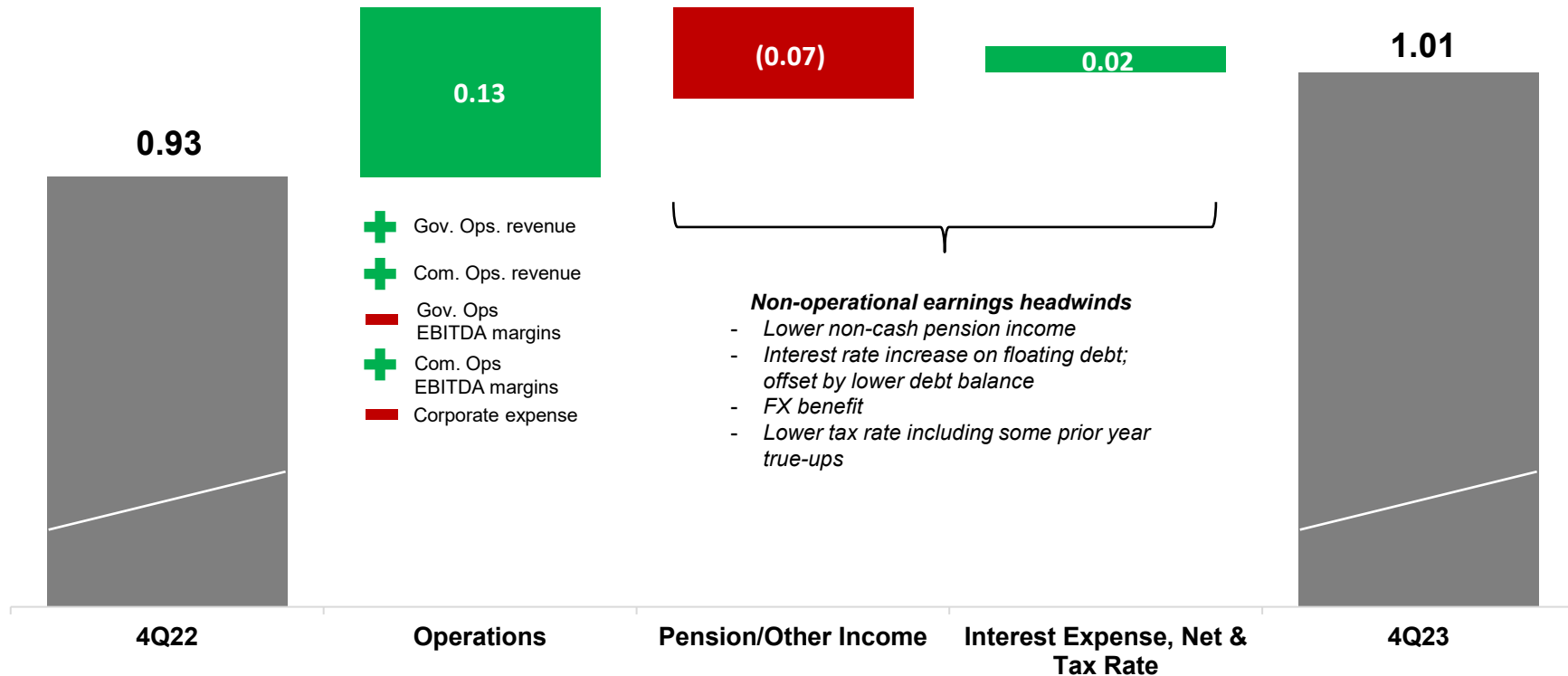
- 4Q23 revenue up 16% from higher revenue in Government Operations and Commercial Operations
- 4Q23 adj. EBITDA<sup>(1)</sup> up 13% from higher revenue and higher Commercial margin, driven by Medical profitability, and a recovery on non-nuclear components within Government, which was partially offset by Government program mix and higher corporate costs
- 4Q23 non-GAAP<sup>(1)</sup> EPS up 8% as higher operating income was offset by higher interest expense and lower pension income
- 4Q23 OCF increased driven by stronger working capital performance. 4Q23 FCF<sup>(1)</sup> was \$171, a \$127M year-over-year improvement, driven by OCF improvement and lower capital expenditures
  - Capital expenditures down Y/Y driven by timing of two major capital campaigns that are largely complete, partially offset by increases in other growth capital

(1) Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items. A reconciliation of GAAP to adjusted, non-GAAP measures can be found in the Appendix section of this presentation.

# 4Q22 to 4Q23 non-GAAP<sup>(1)</sup> EPS bridge



(\$ per diluted share)

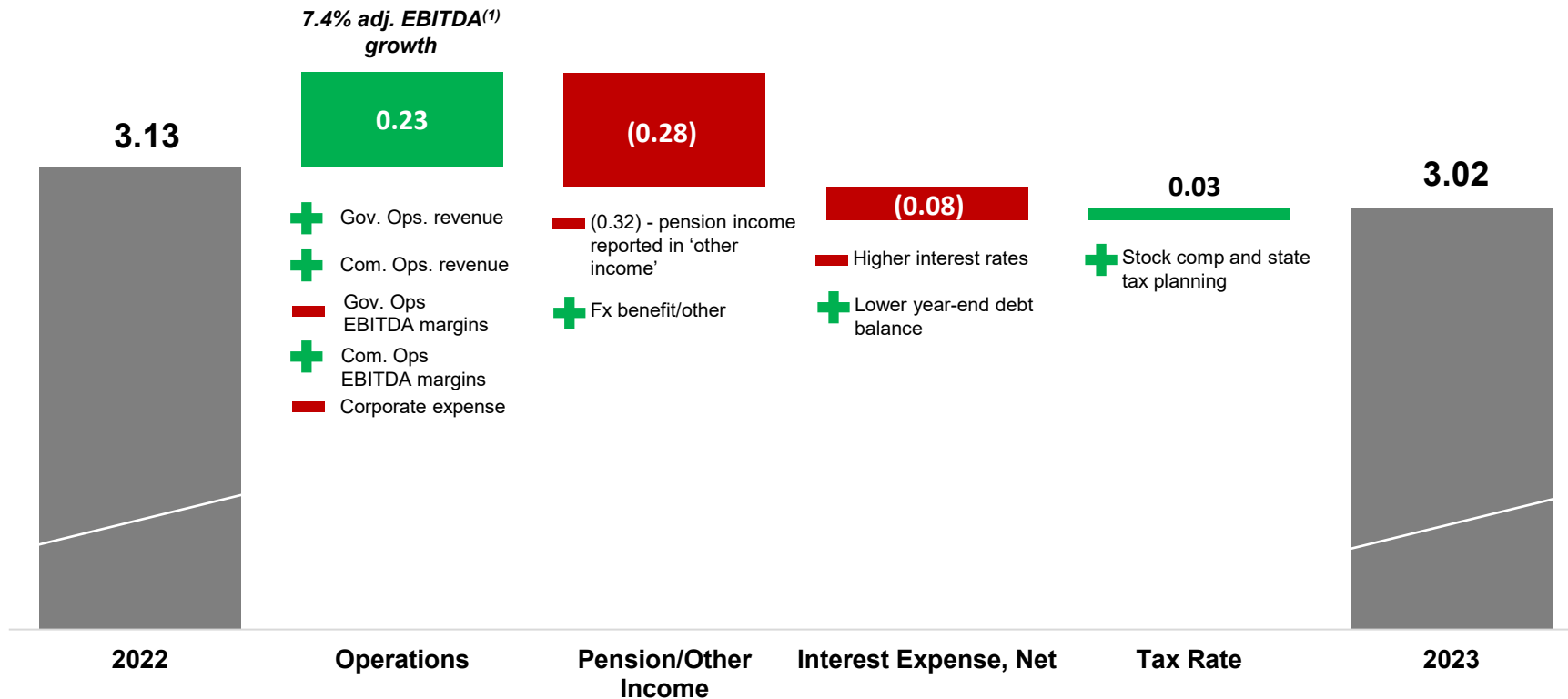


(1) Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items. A reconciliation of GAAP to adjusted, non-GAAP measures can be found in the Appendix section of this presentation. Items may not foot due to rounding.

# 2022 to 2023 non-GAAP<sup>(1)</sup> EPS bridge



(\$ per diluted share)



(1) Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items. Items may not foot due to rounding. A reconciliation of GAAP to adjusted, non-GAAP measures can be found on the investor relations website at [www.bwxt.com/investors](http://www.bwxt.com/investors).

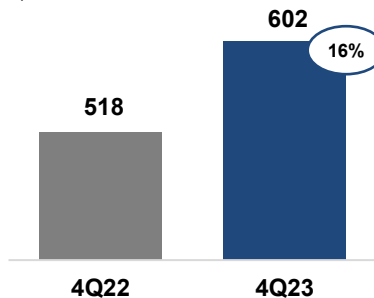
# 4Q23 segment summary



## Government Operations

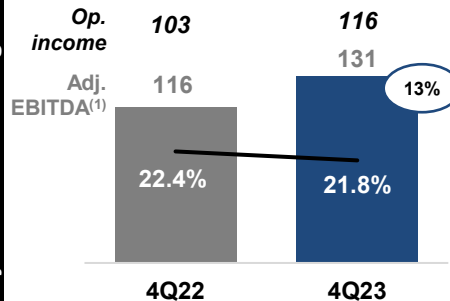
(\$million)

Revenue



4Q23 revenue up 16% from higher volume of naval nuclear component manufacturing, microreactor design activities, and uranium processing

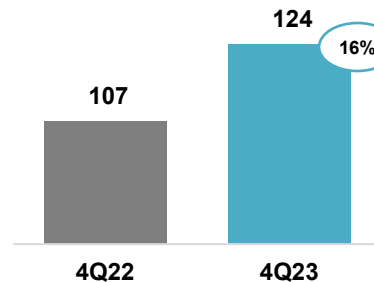
Operating income & Adj. EBITDA<sup>(1)</sup> / margin



4Q23 adj. EBITDA<sup>(1)</sup> up 13% from higher revenue, but mitigated by less favorable program mix and project timing

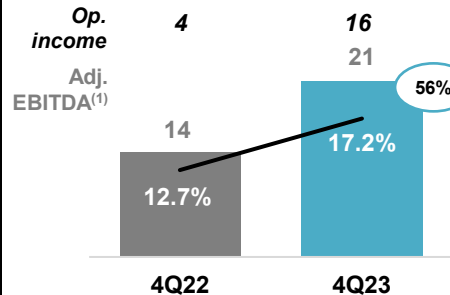
## Commercial Operations

Revenue



4Q23 revenue up 16% from higher commercial nuclear field services and fuel handling, and higher BWXT Medical sales, partially offset by lower fuel and components volume

Operating income & Adj. EBITDA<sup>(1)</sup> / margin



4Q23 adj. EBITDA<sup>(1)</sup> up 56% from better profitability in BWXT Medical, mitigated by less favorable business mix in commercial nuclear that was skewed towards refurbishment projects

(1) Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items. A reconciliation of GAAP to adjusted, non-GAAP measures can be found in the Appendix section of this presentation.



## BWXT consolidated guidance

Revenue

**>\$2.6B**  
*Up mid-single digits*

Adj. EBITDA<sup>(1)</sup>

**~\$500M**  
*up mid-single digits  
~19% EBITDA margin*

Non-GAAP EPS<sup>(1)</sup>

**\$3.05 – \$3.20**

Free Cash Flow<sup>(1)</sup>

**\$225M–\$250M**  
*significant inflection up*

## Other information (vs. 2023)

- **Revenue**
  - Government Operations: up low-to-mid single digits
  - Commercial Operations: up high-single to low-double digits
- **Adj. EBITDA<sup>(1)</sup>**
  - Government Operations Margin: slightly lower
  - Commercial Operations Margin: higher
  - Corporate expense: flat to slightly lower
- **Adj. Pre-tax Income<sup>(1)</sup>**
  - Slightly lower other income; absence of 2023 Fx benefit
  - Modest improvement; lower debt offset by potentially higher rates
  - ~\$10M D&A step-up driven mostly by GO
- **Non-GAAP EPS<sup>(1)</sup>**
  - Tax rate: ~23.5%
  - Share repurchase to offset dilution: ~flat
- **Free Cash Flow<sup>(1)</sup>**
  - OCF higher, following strong 2023
  - Cap-Ex: flat to slightly lower

(1) Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items. A reconciliation of GAAP to adjusted, non-GAAP measures can be found in the Appendix section of this presentation.

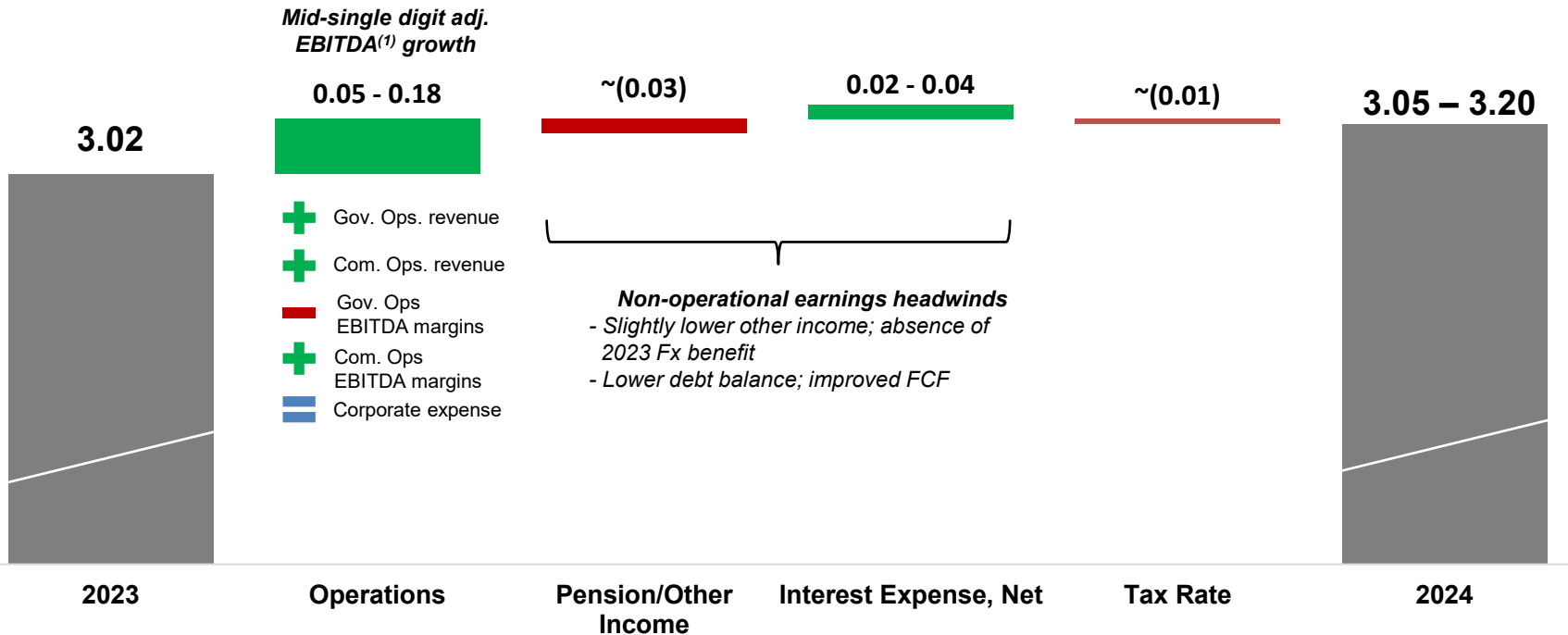
(2) BWXT has not included a reconciliation of provided non-GAAP guidance to the comparable GAAP measures due to the difficulty of estimating any mark-to-market adjustments for pension and post-retirement benefits, which are determined at the end of the year.



# 2023 to 2024 non-GAAP<sup>(1,2)</sup> EPS bridge



(\$ per diluted share)



(1) Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items. A reconciliation of GAAP to adjusted, non-GAAP measures can be found in the Appendix section of this presentation. Items may not foot due to rounding.

(2) BWXT has not included a reconciliation of provided non-GAAP guidance to the comparable GAAP measures due to the difficulty of estimating any mark-to-market adjustments for pension and post-retirement benefits, which are determined at the end of the year.



# Appendix

## Pension summary and non-GAAP reconciliations

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# Pension summary



<i>(\$millions)</i>	2018	2019	2020	2021	2022	2023
Benefit obligation at end of period	1,186	1,309	1,414	1,308	927	955
Fair value of plan assets at end of period	1,024	1,150	1,281	1,257	876	879
Funded status over (under)	(162)	(158)	(133)	(51)	(51)	(76)
% Funded	86%	88%	91%	96%	94%	92%
Pension funding (company contributions)	158	4	5	6	14	4
<b>Reported in other income</b>						
Net periodic benefit cost (income)	6	(11)	(30)	(86)	3	22
Recognized net actuarial Mark-To-Market (MTM) loss	37	9	7	(35)	52	32
<b>Net periodic benefit cost (income) excl. MTM loss</b>	<b>(31)</b>	<b>(21)</b>	<b>(37)</b>	<b>(52)</b>	<b>(49)</b>	<b>(10)</b>
<b>Reported in operating income</b>						
Recoverable CAS <sup>(1)</sup> costs	44	47	44	29	12	14
FAS <sup>(2)</sup> service cost	10	9	11	12	11	8
<b>Total FAS<sup>(2)</sup>/CAS<sup>(1)</sup> differential</b>	<b>34</b>	<b>38</b>	<b>33</b>	<b>17</b>	<b>1</b>	<b>6</b>

1) CAS – Cost accounting standards in accordance with the Federal Acquisition Regulation and the related U.S. Government Cost Accounting Standards – used as basis for recovery of costs on government contracts

2) FAS – Financial accounting standards in accordance with GAAP and the way we report our financial results



**Non-GAAP figures exclude any mark-to-market adjustment for pension and postretirement benefits recognized and other one-time items.**

## **Other non-GAAP definitions and calculations**

***Non-GAAP Earnings Per Share (EPS)*** = GAAP EPS less the non-operational tax effected per share impact of pension & OPEB mark-to-market gains or losses and other one-time items, such as restructuring, transformation, and acquisition-related costs.

***Adjusted EBITDA*** = Earnings Before Interest, Taxes, Depreciation and Amortization. Calculated using non-GAAP Net income, plus Provision for Income Taxes, less Other – net, less Interest income, plus Interest expense, plus Depreciation and amortization.

***FCF*** = Free Cash Flow. Calculated using net income to derive Net Cash Provided By (Used In) Operating Activities less Purchases of property, plant and equipment.

***FCF Conversion*** = Free Cash Flow Conversion. Free Cash Flow divided by net income

# 4Q 2023 non-GAAP reconciliations



## BWX TECHNOLOGIES, INC.

### RECONCILIATION OF NON-GAAP OPERATING INCOME AND EARNINGS PER SHARE<sup>(1)(2)(3)</sup>

(In millions, except per share amounts)

Three Months Ended December 31, 2023

	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring & Transformation Costs	Acquisition-related Costs	Non-GAAP
Operating Income	\$ 123.2	\$ —	\$ 4.0	\$ 0.0	\$ 127.3
Other Income (Expense)	(37.6)	30.8	—	—	(6.8)
Income before Provision for Income Taxes	85.6	30.8	4.0	0.0	120.5
Provision for Income Taxes	(19.3)	(7.1)	(0.7)	(0.0)	(27.2)
Net Income	66.3	23.7	3.3	0.0	93.3
Net Income Attributable to Noncontrolling Interest	(0.4)	—	—	—	(0.4)
Net Income Attributable to BWXT	\$ 65.9	\$ 23.7	\$ 3.3	\$ 0.0	\$ 92.9
Diluted Shares Outstanding	92.0				92.0
Diluted Earnings per Common Share	\$ 0.72	\$ 0.26	\$ 0.04	\$ 0.00	\$ 1.01
Effective Tax Rate	22.6%				22.5%
Government Operations Operating Income	\$ 116.3	\$ —	\$ 1.0	\$ 0.0	\$ 117.2
Commercial Operations Operating Income	\$ 15.9	\$ —	\$ 0.9	\$ 0.0	\$ 16.9
Unallocated Corporate Operating Income	\$ (9.0)	\$ —	\$ 2.2	\$ 0.0	\$ (6.8)

### RECONCILIATION OF CONSOLIDATED ADJUSTED EBITDA<sup>(1)(2)(3)</sup>

(In millions)

Three Months Ended December 31, 2023

	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring & Transformation Costs	Acquisition-related Costs	Non-GAAP
Net Income	\$ 66.3	\$ 23.7	\$ 3.3	\$ 0.0	\$ 93.3
Provision for Income Taxes	19.3	7.1	0.7	0.0	27.2
Other – net	26.5	(30.8)	—	—	(4.3)
Interest Expense	11.8	—	—	—	11.8
Interest Income	(0.7)	—	—	—	(0.7)
Depreciation & Amortization	20.4	—	—	—	20.4
Adjusted EBITDA	\$ 143.6	\$ —	\$ 4.0	\$ 0.0	\$ 147.6

### RECONCILIATION OF REPORTING SEGMENT ADJUSTED EBITDA<sup>(1)(2)(3)</sup>

(In millions)

Three Months Ended December 31, 2023

	Operating Income (GAAP)	Non-GAAP Adjustments <sup>(4)</sup>	Depreciation & Amortization	Adjusted EBITDA
Government Operations	\$ 116.3	\$ 1.0	\$ 14.0	\$ 131.3
Commercial Operations	\$ 15.9	\$ 0.9	\$ 4.5	\$ 21.3

### RECONCILIATION OF CONSOLIDATED FREE CASH FLOW<sup>(1)(2)(3)</sup>

(In millions)

Three Months Ended December 31, 2023

Net Cash Provided By Operating Activities	\$ 221.8
Purchases of Property, Plant and Equipment	(50.8)
Free Cash Flow	\$ 171.0

- (1) Tables may not foot due to rounding.
- (2) BWXT is providing non-GAAP information regarding certain of its historical results and guidance on future earnings per share to supplement the results provided in accordance with GAAP and it should not be considered superior to, or as a substitute for, the comparable GAAP measures. BWXT believes the non-GAAP measures provide meaningful insight and transparency into the Company's operational performance and provides these measures to investors to help facilitate comparisons of operating results with prior periods and to assist them in understanding BWXT's ongoing operations.
- (3) For Non-GAAP adjustment details, see reconciliation of non-GAAP operating income and earnings per share.

# 4Q 2022 non-GAAP reconciliations



## BWXT TECHNOLOGIES, INC. RECONCILIATION OF NON-GAAP OPERATING INCOME AND EARNINGS PER SHARE<sup>(1)(2)(3)</sup> (In millions, except per share amounts)

Three Months Ended December 31, 2022

	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring Costs	Acquisition-related Costs	Loss on Asset Disposal	Non-GAAP
Operating Income	\$ 101.9	\$ —	\$ 2.6	\$ 0.3	\$ 6.2	\$ 111.1
Other Income (Expense)	(45.1)	46.6	0.0	—	—	1.6
Income before Provision for Income Taxes	56.8	46.6	2.7	0.3	6.2	112.6
Provision for Income Taxes	(13.8)	(10.9)	(0.6)	(0.0)	(1.6)	(26.9)
Net Income	43.0	35.7	2.1	0.3	4.7	85.7
Net Income Attributable to Noncontrolling Interest	(0.1)	—	—	—	—	0.1
Net Income Attributable to BWXT	\$ 43.0	\$ 35.7	\$ 2.1	\$ 0.3	\$ 4.7	\$ 85.6
Diluted Shares Outstanding	91.8					91.8
Diluted Earnings per Common Share	\$ 0.47	\$ 0.39	\$ 0.02	\$ 0.00	\$ 0.05	\$ 0.93
Effective Tax Rate	24.3%					23.9%
Government Operations Operating Income	\$ 102.8	\$ —	\$ —	\$ 0.3	\$ —	\$ 103.1
Commercial Operations Operating Income	\$ 3.7	\$ —	\$ (0.7)	\$ —	\$ 6.2	\$ 9.3
Unallocated Corporate Operating Income	\$ (4.6)	\$ —	\$ 3.3	\$ 0.0	\$ —	\$ (1.3)

## RECONCILIATION OF CONSOLIDATED ADJUSTED EBITDA<sup>(1)(2)(3)</sup> (In millions)

Three Months Ended December 31, 2022

	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring Costs	Acquisition-related Costs	Loss on Asset Disposal	Non-GAAP
Net Income	\$ 43.0	\$ 35.7	\$ 2.1	\$ 0.3	\$ 4.7	\$ 85.7
Provision for Income Taxes	13.8	10.9	0.6	0.0	1.6	26.9
Other – net	33.9	(46.6)	—	—	—	(12.6)
Interest Expense	11.4	—	0.0	—	—	11.4
Interest Income	(0.3)	—	—	—	—	(0.3)
Depreciation & Amortization	19.0	—	—	—	—	19.0
Adjusted EBITDA	\$ 120.9	\$ —	\$ 2.6	\$ 0.3	\$ 6.2	\$ 130.1

## RECONCILIATION OF REPORTING SEGMENT ADJUSTED EBITDA<sup>(1)(2)(3)</sup> (In millions)

Three Months Ended December 31, 2022

	Operating Income (GAAP)	Non-GAAP Adjustments <sup>(4)</sup>	Depreciation & Amortization	Adjusted EBITDA
Government Operations	\$ 102.8	\$ 0.3	\$ 12.7	\$ 115.8
Commercial Operations	\$ 3.7	\$ 5.6	\$ 4.3	\$ 13.6

## RECONCILIATION OF CONSOLIDATED FREE CASH FLOW<sup>(1)(2)(3)</sup> (In millions)

Three Months Ended December 31, 2022

Net Cash Provided By Operating Activities	\$ 107.7
Purchases of Property, Plant and Equipment	(63.7)
Free Cash Flow	\$ 43.9

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- (3) For Non-GAAP adjustment details, see reconciliation of non-GAAP operating income and earnings per share.

# 2023 non-GAAP reconciliations



## BWX TECHNOLOGIES, INC. RECONCILIATION OF NON-GAAP OPERATING INCOME AND EARNINGS PER SHARE<sup>(1)(2)(3)</sup> (In millions, except per share amounts)

	Year Ended December 31, 2023					Non-GAAP
	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring & Transformation Costs	Acquisition-related Costs		
Operating Income	\$ 383.1	\$ —	\$ 9.6	\$ 0.7		\$ 393.3
Other Income (Expense)	(61.7)	30.8	—	—		(30.9)
Income before Provision for Income Taxes	321.4	30.8	9.6	0.7		362.4
Provision for Income Taxes	(75.1)	(7.1)	(1.7)	(0.2)		(84.1)
Net Income	246.3	23.7	7.8	0.5		278.4
Net Income Attributable to Noncontrolling Interest	(0.5)	—	—	—		(0.5)
Net Income Attributable to BWXT	\$ 245.8	\$ 23.7	\$ 7.8	\$ 0.5		\$ 277.9
Diluted Shares Outstanding	91.9					91.9
Diluted Earnings per Common Share	\$ 2.68	\$ 0.26	\$ 0.09	\$ 0.01		\$ 3.02
Effective Tax Rate	23.4%					23.2%
Government Operations Operating Income	\$ 374.7	\$ —	\$ 1.1	\$ 0.3		\$ 376.1
Commercial Operations Operating Income	\$ 37.5	\$ —	\$ 4.6	\$ 0.1		\$ 42.2
Unallocated Corporate Operating Income	\$ (29.2)	\$ —	\$ 3.9	\$ 0.3		\$ (25.0)

## RECONCILIATION OF CONSOLIDATED ADJUSTED EBITDA<sup>(1)(2)(3)</sup> (In millions)

	Year Ended December 31, 2023					Non-GAAP
	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring & Transformation Costs	Acquisition-related Costs		
Net Income	\$ 246.3	\$ 23.7	\$ 7.8	\$ 0.5		\$ 278.4
Provision for Income Taxes	75.1	7.1	1.7	0.2		84.1
Other – net	17.0	(30.8)	—	—		(13.8)
Interest Expense	47.0	—	—	—		47.0
Interest Income	(2.4)	—	—	—		(2.4)
Depreciation & Amortization	78.6	—	—	—		78.6
Adjusted EBITDA	\$ 461.6	\$ —	\$ 9.6	\$ 0.7		\$ 471.9

## RECONCILIATION OF REPORTING SEGMENT ADJUSTED EBITDA<sup>(1)(2)(3)</sup> (In millions)

	Year Ended December 31, 2023				Adjusted EBITDA
	Operating Income (GAAP)	Non-GAAP Adjustments <sup>(4)</sup>	Depreciation & Amortization		
Government Operations	\$ 374.7	\$ 1.4	\$ 53.4		\$ 429.4
Commercial Operations	\$ 37.5	\$ 4.7	\$ 17.7		\$ 60.0

## RECONCILIATION OF CONSOLIDATED FREE CASH FLOW<sup>(1)(2)(3)</sup> (In millions)

Year Ended December 31, 2023		
Net Cash Provided By Operating Activities		\$ 363.7
Purchases of Property, Plant and Equipment		(151.3)
Free Cash Flow		\$ 212.4

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- (3) For Non-GAAP adjustment details, see reconciliation of non-GAAP operating income and earnings per share.

# 2022 non-GAAP reconciliations



## BWXT TECHNOLOGIES, INC. RECONCILIATION OF NON-GAAP OPERATING INCOME AND EARNINGS PER SHARE<sup>(1)(2)(3)</sup> (In millions, except per share amounts)

Year Ended December 31, 2022

	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring Costs	Acquisition-related Costs	Loss on Asset Disposal	Non-GAAP
Operating Income	\$ 348.6	\$ —	\$ 8.2	\$ 2.6	\$ 6.2	\$ 365.6
Other Income (Expense)	(34.2)	46.6	0.0	—	—	12.4
Income before Provision for Income Taxes	314.4	46.6	8.2	2.6	6.2	378.0
Provision for Income Taxes	(75.8)	(10.9)	(1.9)	(0.4)	(1.6)	(90.5)
Net Income	238.6	35.7	6.3	2.2	4.7	287.5
Net Income Attributable to Noncontrolling Interest	(0.4)	—	—	—	—	(0.4)
Net Income Attributable to BWXT	\$ 238.2	\$ 35.7	\$ 6.3	\$ 2.2	\$ 4.7	\$ 287.1
Diluted Shares Outstanding	91.7					91.7
Diluted Earnings per Common Share	\$ 2.60	\$ 0.39	\$ 0.07	\$ 0.02	\$ 0.05	\$ 3.13
Effective Tax Rate	24.1%					23.9%
Government Operations Operating Income	\$ 336.5	\$ —	\$ 1.2	\$ 0.8	\$ —	\$ 338.6
Commercial Operations Operating Income	\$ 27.4	\$ —	\$ 1.5	\$ —	\$ 6.2	\$ 35.1
Unallocated Corporate Operating Income	\$ (15.3)	\$ —	\$ 5.4	\$ 1.8	\$ —	\$ (8.1)

## RECONCILIATION OF CONSOLIDATED ADJUSTED EBITDA<sup>(1)(2)(3)</sup> (In millions)

Year Ended December 31, 2022

	GAAP	Pension & OPEB MTM (Gain) / Loss	Restructuring Costs	Acquisition-related Costs	Loss on Asset Disposal	Non-GAAP
Net Income	\$ 238.6	\$ 35.7	\$ 6.3	\$ 2.2	\$ 4.7	\$ 287.5
Provision for Income Taxes	75.8	10.9	1.9	0.4	1.6	90.5
Other – net	(1.5)	(46.6)	—	—	—	(48.0)
Interest Expense	36.4	—	0.0	—	—	36.4
Interest Income	(0.8)	—	—	—	—	(0.8)
Depreciation & Amortization	73.8	—	—	—	—	73.8
Adjusted EBITDA	\$ 422.4	\$ —	\$ 8.2	\$ 2.6	\$ 6.2	\$ 439.4

## RECONCILIATION OF REPORTING SEGMENT ADJUSTED EBITDA<sup>(1)(2)(3)</sup> (In millions)

Year Ended December 31, 2022

	Operating Income (GAAP)	Non-GAAP Adjustments <sup>(4)</sup>	Depreciation & Amortization	Adjusted EBITDA
Government Operations	\$ 336.5	\$ 2.1	\$ 48.0	\$ 386.5
Commercial Operations	\$ 27.4	\$ 7.7	\$ 18.8	\$ 53.9

## RECONCILIATION OF CONSOLIDATED FREE CASH FLOW<sup>(1)(2)(3)</sup> (In millions)

Year Ended December 31, 2022

Net Cash Provided By Operating Activities	\$ 244.7
Purchases of Property, Plant and Equipment	(198.3)
Free Cash Flow	\$ 46.4

- (1) Tables may not foot due to rounding.
- (2) BWXT is providing non-GAAP information regarding certain of its historical results and guidance on future earnings per share to supplement the results provided in accordance with GAAP and it should not be considered superior to, or as a substitute for, the comparable GAAP measures. BWXT believes the non-GAAP measures provide meaningful insight and transparency into the Company's operational performance and provides these measures to investors to help facilitate comparisons of operating results with prior periods and to assist them in understanding BWXT's ongoing operations.
- (3) For Non-GAAP adjustment details, see reconciliation of non-GAAP operating income and earnings per share.