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A world map rendered in a light gray, dotted or pixelated style, centered on the page. The map shows the outlines of all major continents.

# First Quarter 2015 Financial Results

# Investor Information

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## Forward-Looking Statements

This presentation contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including statements regarding anticipated financial results and liquidity. The words "will," "may," "designed to," "outlook," "believes," "should," "anticipates," "plans," "expects," "intends," "estimates," "forecasts" and similar expressions identify certain of these forward-looking statements. The Company also may provide forward-looking statements in oral statements or other written materials released to the public. All such forward-looking statements contained or incorporated in this presentation or in any other public statements which address operating performance, events or developments that the Company expects or anticipates may occur in the future, including, without limitation, statements related to business opportunities, awarded sales contracts, sales backlog and ongoing commercial arrangements, or statements expressing views about future operating results, are forward-looking statements. Actual results may differ materially from any or all forward-looking statements made by the Company. Important factors, risks and uncertainties that may cause actual results to differ materially from anticipated results include, but are not limited to, general economic conditions in the markets in which the Company operates, including changes in interest rates or currency exchange rates; currency controls and the ability to economically hedge currencies; the financial condition and restructuring actions of the Company's customers and suppliers; changes in actual industry vehicle production levels from the Company's current estimates; fluctuations in the production of vehicles or the loss of business with respect to, or the lack of commercial success of, a vehicle model for which the Company is a significant supplier; disruptions in the relationships with the Company's suppliers; labor disputes involving the Company or its significant customers or suppliers or that otherwise affect the Company; the outcome of customer negotiations and the impact of customer-imposed price reductions; the impact and timing of program launch costs and the Company's management of new program launches; the costs, timing and success of restructuring actions; increases in the Company's warranty, product liability or recall costs; risks associated with conducting business in foreign countries; the impact of regulations on the Company's foreign operations; the operational and financial success of the Company's joint ventures; competitive conditions impacting the Company and its key customers and suppliers; disruptions to the Company's information technology systems, including those related to cybersecurity; the cost and availability of raw materials, energy, commodities and product components and the Company's ability to mitigate such costs; the outcome of legal or regulatory proceedings to which the Company is or may become a party; the impact of pending legislation and regulations or changes in existing federal, state, local or foreign laws or regulations; unanticipated changes in cash flow, including the Company's ability to align its vendor payment terms with those of its customers; limitations imposed by the Company's existing indebtedness and the Company's ability to access capital markets on commercially reasonable terms; impairment charges initiated by adverse industry or market developments; the Company's ability to execute its strategic objectives; changes in discount rates and the actual return on pension assets; costs associated with compliance with environmental laws and regulations; developments or assertions by or against the Company relating to intellectual property rights; the Company's ability to utilize its net operating loss, capital loss and tax credit carryforwards; global sovereign fiscal matters and creditworthiness, including potential defaults and the related impacts on economic activity, including the possible effects on credit markets, currency values, monetary unions, international treaties and fiscal policies; and other risks described in the Company's Annual Report on Form 10-K for the year ended December 31, 2014, and its other Securities and Exchange Commission filings. Future operating results will be based on various factors, including actual industry production volumes, commodity prices and the Company's success in implementing its operating strategy.

Information in this presentation relies on assumptions in the Company's sales backlog. The Company's sales backlog reflects anticipated net sales from formally awarded new programs less lost and discontinued programs. The calculation of the sales backlog does not reflect customer price reductions on existing or newly awarded programs. The sales backlog may be impacted by various assumptions embedded in the calculation, including vehicle production levels on new programs, foreign exchange rates and the timing of major program launches.

The forward-looking statements in this presentation are made as of the date hereof, and the Company does not assume any obligation to update, amend or clarify them to reflect events, new information or circumstances occurring after the date hereof.

## Non-GAAP Financial Information

This presentation also contains non-GAAP financial information. For additional information regarding the Company's use of non-GAAP financial information, as well as reconciliations of non-GAAP financial measures to the most directly comparable financial measures calculated and presented in accordance with accounting principles generally accepted in the United States ("GAAP"), please see slide 8 and the slides titled "Non-GAAP Financial Information" at the end of this presentation.



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# Agenda

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- **First Quarter Financial Results / 2015 Outlook**
  - *Jeff Vanneste, SVP and CFO*
- **Closing Comments**
  - *Matt Simoncini, President and CEO*
- **Q and A Session**

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# First Quarter 2015 Financial Results

# First Quarter 2015 Highlights

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- Sales of \$4.5 billion, up 4% versus global industry production growth of 2%; sales up 12% excluding currency
- Record core operating earnings of \$294 million, up 21%
- Adjusted earnings per share of \$2.28, up 24%
- Improved margins in both business segments
- Completed acquisition of Eagle Ottawa; integration progressing as planned
- Increased share repurchase authorization to \$1 billion
- Increased quarterly cash dividend by 25%
- Lear credit ratings outlook upgraded to positive by S&P

# First Quarter 2015 Global Vehicle Production

Units (in millions)

	<u>First Quarter 2015</u>	
	<u>Actual</u>	<u>Change From Prior Year</u>
China	5.6	up 8%
Europe and Africa	5.5	up 3%
North America	4.3	up 2%
India	1.0	up 6%
Brazil	0.6	down 15%
<b>Global</b>	<b>22.1</b>	<b>up 2%</b>

Source: IHS Automotive April 2015

# First Quarter 2015 Reported Financials

(\$ in millions, except per share amounts)	<i>First Quarter</i>		<i>2015 B/(W)</i>
	<i>2014</i>	<i>2015</i>	<i>2014</i>
<b>Net Sales</b>			
North America	\$ 1,596.0	\$ 1,890.1	18 %
Europe and Africa	1,788.1	1,730.7	(3)%
Asia	752.8	778.1	3 %
South America	222.9	122.5	(45)%
<b>Global</b>	<b>\$ 4,359.8</b>	<b>\$ 4,521.4</b>	4 %
<b>Pretax Income Before Equity Income, Interest and Other Expense</b>	\$ 215.3	\$ 260.7	21 %
<b>Pretax Income Before Equity Income</b>	\$ 169.3	\$ 206.3	22 %
<b>Net Income Attributable to Lear</b>	\$ 122.0	\$ 147.3	21 %
<b>Diluted Earnings per Share Attributable to Lear</b>	\$ 1.47	\$ 1.86	27 %
<b>SG&amp;A % of Net Sales</b>	3.1%	3.4%	
<b>Equity Income</b>	\$ (12.0)	\$ (13.3)	\$ 1.3
<b>Interest Expense</b>	\$ 16.8	\$ 24.4	\$ (7.6)
<b>Other Expense, Net</b>	\$ 29.2	\$ 30.0	\$ (0.8)
<b>Depreciation / Amortization</b>	\$ 74.5	\$ 84.5	\$ (10.0)

# First Quarter 2015

## Impact of Restructuring and Other Special Items

(\$ in millions, except per share amounts)

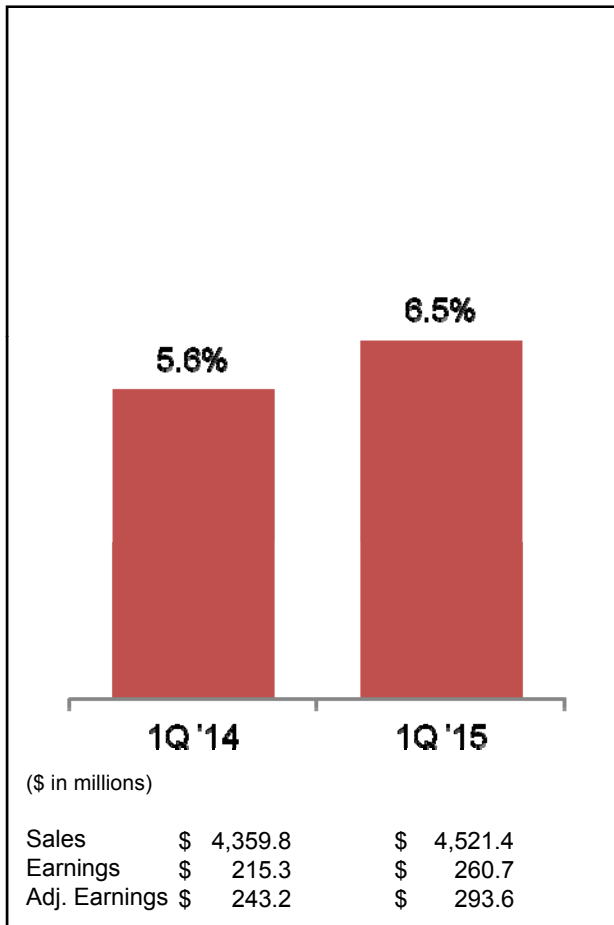
	First Quarter 2015			Adjusted	Memo: 1Q 2014 Adjusted
	Reported	Restructuring Costs	Other Special Items		
Pretax Income Before Equity Income, Interest and Other Expense	\$ 260.7	\$ 8.4*	\$ 24.5*	\$ 293.6	\$ 243.2
Equity Income	(13.3)			(13.3)	(12.0)
Pretax Income Before Interest and Other Expense	\$ 274.0			\$ 306.9	\$ 255.2
Interest Expense	24.4			24.4	16.8
Other Expense, Net	30.0		(14.3)	15.7	11.7
Income Before Taxes	\$ 219.6			\$ 266.8	\$ 226.7
Income Taxes	62.9	1.6	12.4	76.9	68.1
Net Income	\$ 156.7			\$ 189.9	\$ 158.6
Noncontrolling Interests	9.4			9.4	6.6
Net Income Attributable to Lear	\$ 147.3			\$ 180.5	\$ 152.0
Diluted Earnings per Share	\$ 1.86			\$ 2.28	\$ 1.84

\* Restructuring costs include \$6.9 million in COGS and \$1.5 million in SG&A. Other special items include \$15.8 million in COGS and \$8.7 million in SG&A.

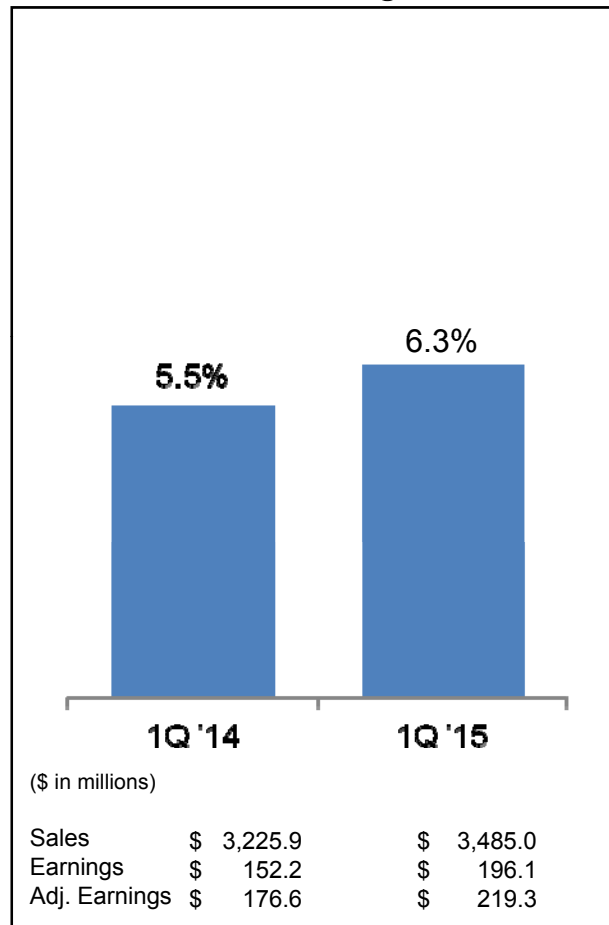


# First Quarter 2015 Adjusted Margins

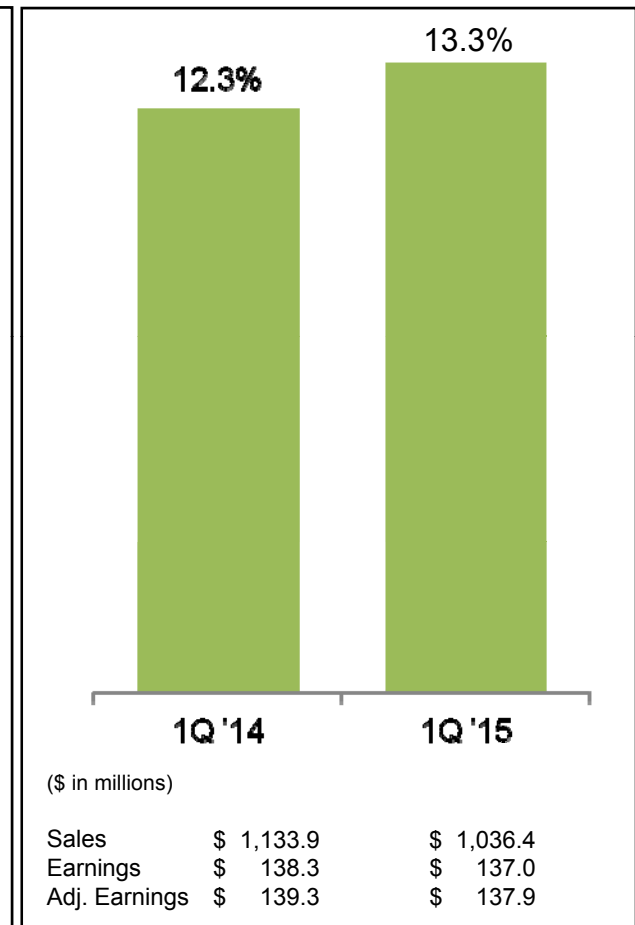
## Total Company



## Seating



## Electrical



Reported earnings represents pretax income before equity income, interest and other expense. Adjusted earnings represents reported earnings adjusted for restructuring costs and other special items.

# First Quarter 2015 Free Cash Flow

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(\$ in millions)

	<b>First Quarter 2015</b>
Net Income Attributable to Lear	\$ 147.3
Depreciation / Amortization	84.5
Working Capital and Other	(252.7)
Capital Expenditures	<u>(98.8)</u>
<b>Free Cash Flow</b>	<b><u><u>\$ (119.7)</u></u></b>

# Strong Capital Structure and Liquidity

## Cash, Debt and Liquidity

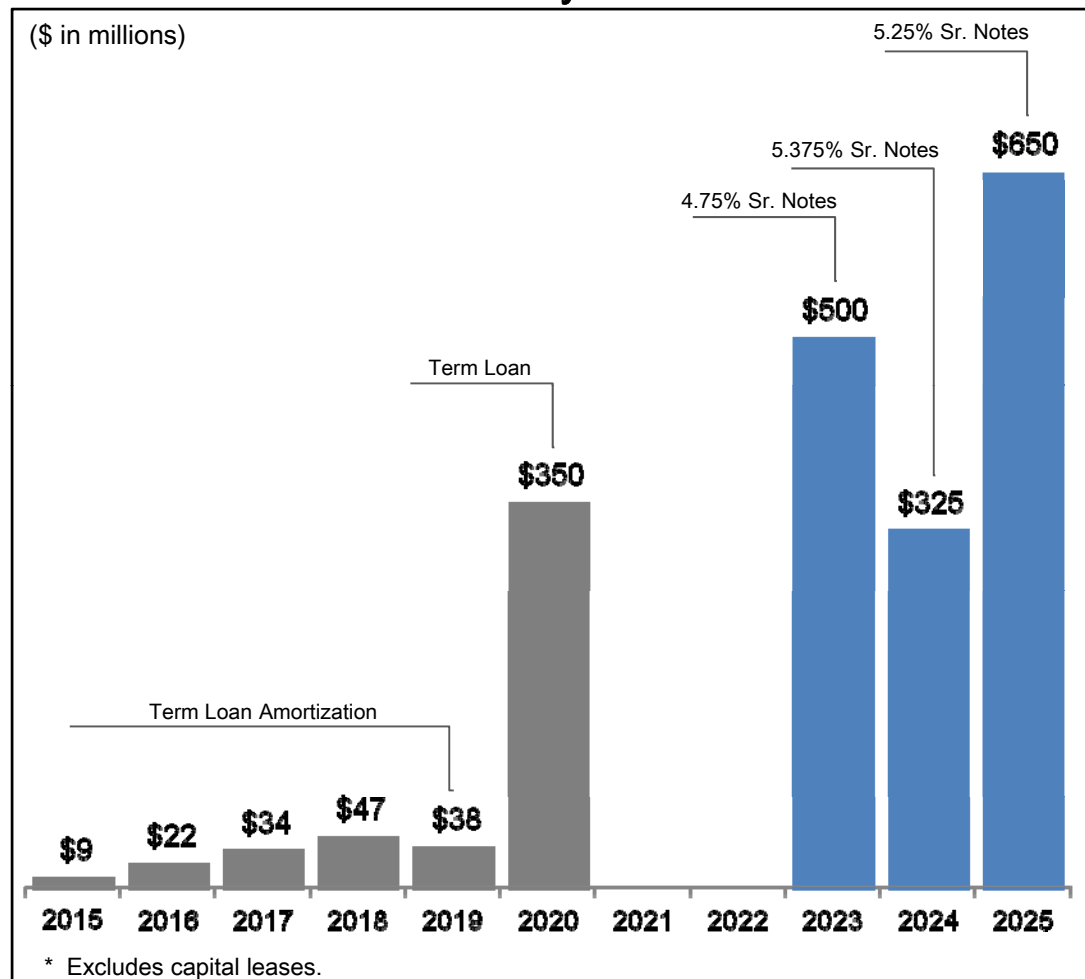
(\$ in millions)

	<u>3/28/2015</u>	
Cash	\$	748
Gross Debt		1,983
Gross Debt to Adj. EBITDA <sup>(1)</sup>		1.4x
Total Liquidity <sup>(2)</sup>	\$	1,998

(1) LTM ended 3/28/15. Adjusted EBITDA is defined as core operating earnings plus depreciation and amortization.

(2) Total liquidity is defined as cash plus revolver availability.

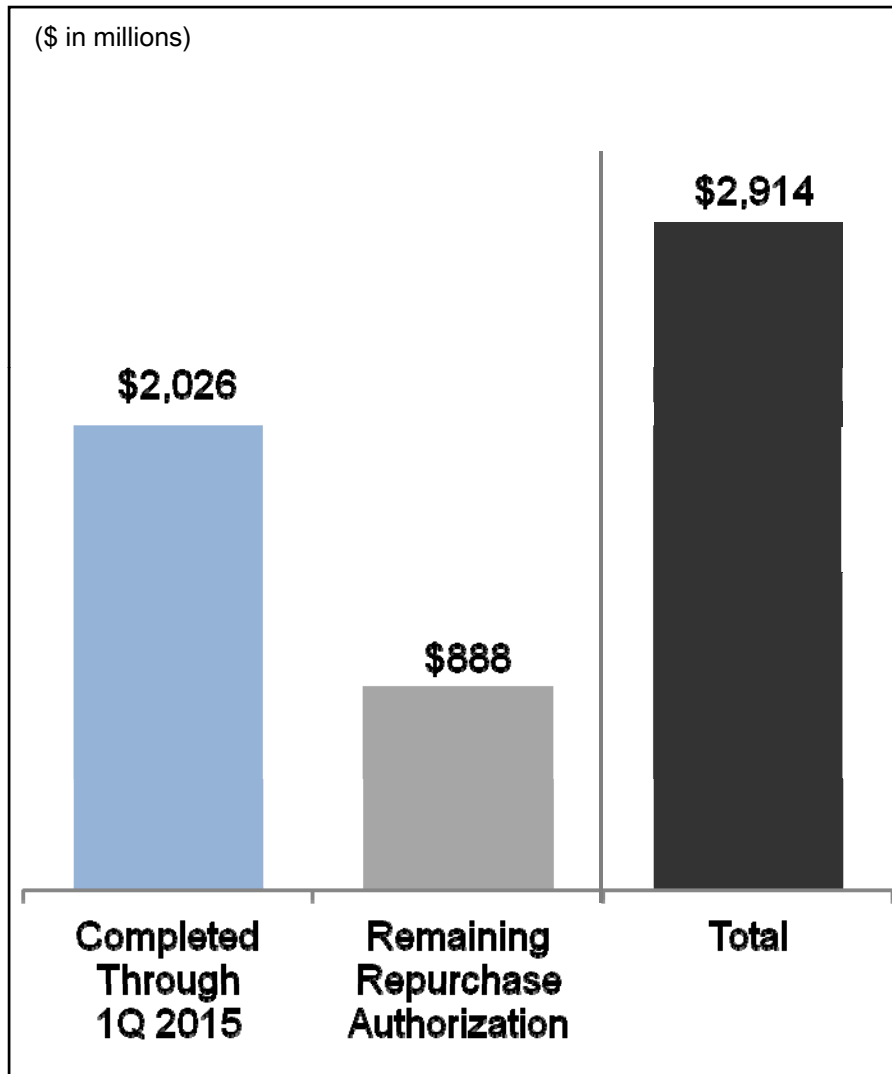
## Debt Maturity Schedule\*



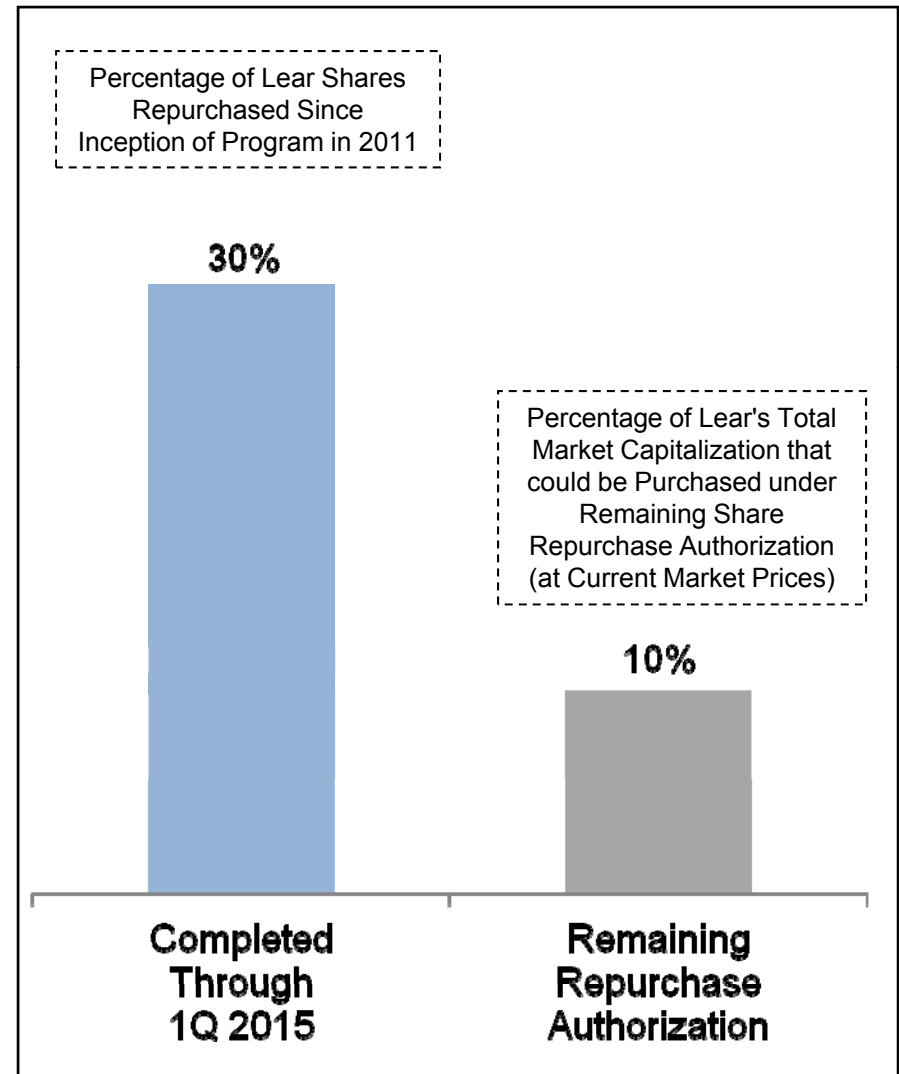
*Significant Financial Flexibility To Invest In Business*

# Share Repurchase Summary

## Share Repurchases



## Percentage of Shares Repurchased



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# 2015 Outlook

# 2015 Outlook

## Vehicle Production and Currency

Units (in millions)

	2014	2015 Outlook	YOY Change	Change From January Outlook
China	21.3	22.9	up 7%	flat
Europe and Africa	20.6	20.6	flat	up 1%
North America	17.0	17.4	up 2%	flat
India	3.6	3.8	up 6%	flat
Brazil	3.0	2.7	down 9%	down 10%
<b>Global</b>	<b>85.6</b>	<b>87.3</b>	<b>up 2%</b>	<b>flat</b>

### Key Currency

Euro	\$ 1.33 / €	\$ 1.10 / €	down 17%	down 4%
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Vehicle production outlook based on IHS Automotive April 2015 production forecast

# 2015 Outlook

## Financial Summary

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	<b>2015</b>
	<b>Financial Outlook</b>
<b>Net Sales</b>	\$18.0 to \$18.5 billion
<b>Core Operating Earnings</b>	\$1.175 to \$1.225 billion
<b>Depreciation and Amortization</b>	≈ \$385 million
<b>Interest Expense</b>	≈ \$90 million
<b>Pretax Income</b>	\$1.08 to \$1.13 billion
<b>before restructuring costs and other special items</b>	
<b>Effective Tax Rate</b>	≈ 30%
<b>excluding restructuring costs and other special items</b>	
<b>Adjusted Net Income Attributable to Lear</b>	\$720 to \$755 million
<b>Restructuring Costs</b>	≈ \$80 million
<b>Capital Spending</b>	≈ \$500 million
<b>Free Cash Flow</b>	≈ \$575 million

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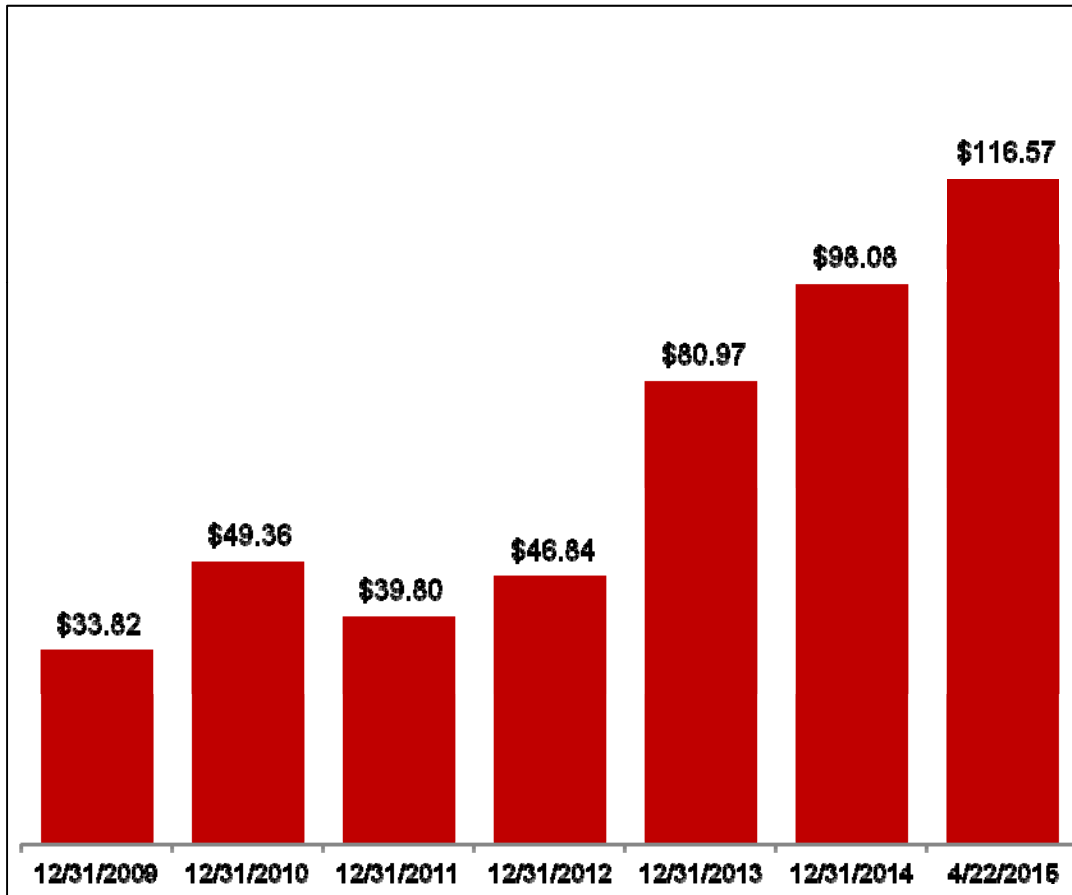
# Closing Comments



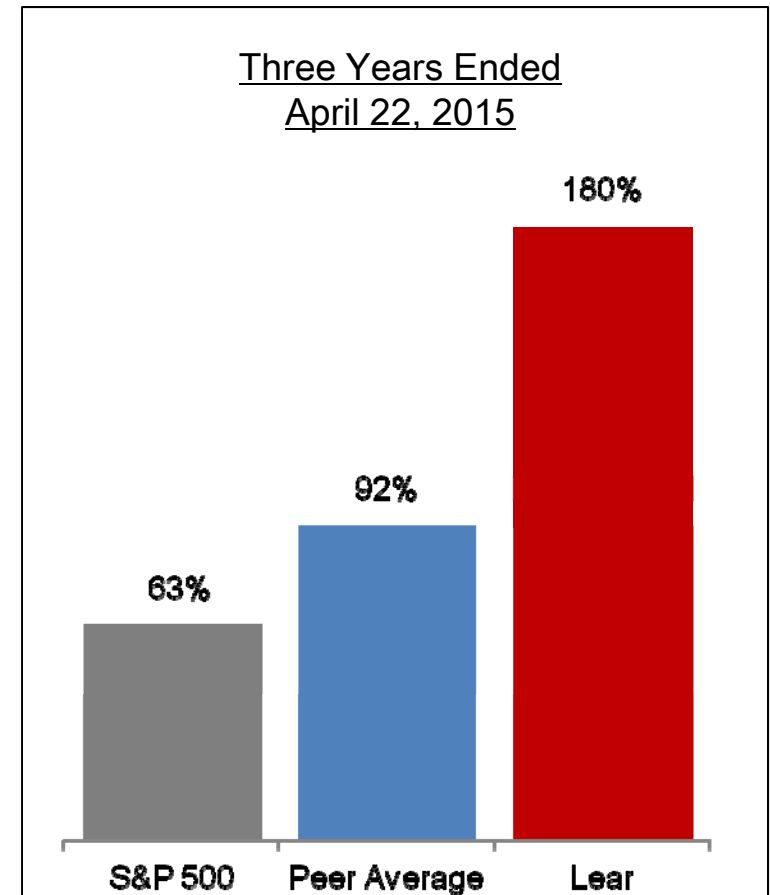


# Delivering Superior Value to Shareholders

## Lear Share Price



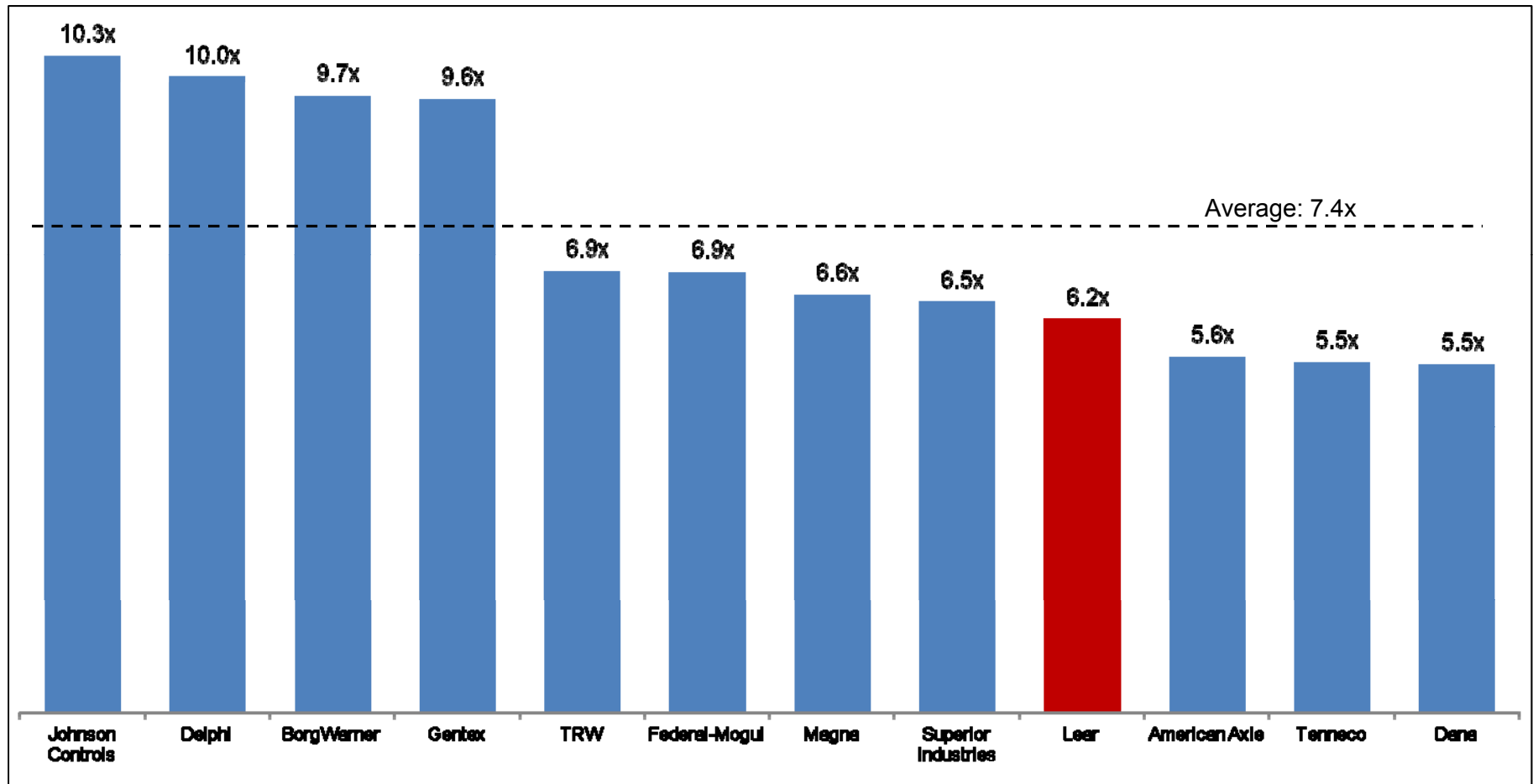
## Total Shareholder Return\*



\* Includes reinvested dividends; peer group includes American Axle, BorgWarner, Dana, Delphi, Federal-Mogul, Gentex, Johnson Controls, Magna International, Superior Industries, Tenneco, TRW Automotive and Visteon.

# Lear Remains Undervalued Relative to Peer Group

Enterprise Value to 2015E EBITDA



Source: Bloomberg 4/22/2015

# Summary

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- Continued positive momentum in the First Quarter, with record core operating earnings
- Winning new business and improving margins in both business segments
- Eagle Ottawa strengthens our Seating capabilities
- Strong financial position and cash generation allowing Lear to increase investment in the business and consistently return cash to shareholders

*On Track To Deliver 6<sup>th</sup> Consecutive Year  
Of Higher Sales And Adjusted Earnings Per Share*

# Non-GAAP Financial Information

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In addition to the results reported in accordance with GAAP included throughout this presentation, the Company has provided information regarding “pretax income before equity income, interest and other expense,” “pretax income before equity income, interest, other expense, restructuring costs and other special items” (core operating earnings, adjusted earnings or adjusted segment earnings), “pretax income before restructuring costs and other special items,” “adjusted net income attributable to Lear,” “adjusted diluted net income per share attributable to Lear” (adjusted earnings per share), “tax expense excluding the impact of restructuring costs and other special items” and “free cash flow” (each, a non-GAAP financial measure). Other expense includes, among other things, non-income related taxes, foreign exchange gains and losses, gains and losses related to certain derivative instruments and hedging activities, gains and losses on the extinguishment of debt and gains and losses on the disposal of fixed assets. Adjusted net income attributable to Lear and adjusted earnings per share represent net income attributable to Lear and diluted net income per share attributable to Lear, respectively, adjusted for restructuring costs and other special items, including the tax effect thereon. Free cash flow represents net cash used in operating activities, excluding the settlement of accounts payable in conjunction with the acquisition of Eagle Ottawa, less capital expenditures.

Management believes the non-GAAP financial measures used in this presentation are useful to both management and investors in their analysis of the Company’s financial position and results of operations. In particular, management believes that pretax income before equity income, interest and other expense, core operating earnings, pretax income before restructuring costs and other special items, adjusted net income attributable to Lear, adjusted earnings per share and tax expense excluding the impact of restructuring costs and other special items are useful measures in assessing the Company’s financial performance by excluding certain items that are not indicative of the Company’s core operating performance or that may obscure trends useful in evaluating the Company’s continuing operating activities. Management also believes that these measures are useful to both management and investors in their analysis of the Company’s results of operations and provide improved comparability between fiscal periods. Management believes that free cash flow is useful to both management and investors in their analysis of the Company’s ability to service and repay its debt. Further, management uses these non-GAAP financial measures for planning and forecasting future periods.

Pretax income before equity income, interest and other expense, core operating earnings, pretax income before restructuring costs and other special items, adjusted net income attributable to Lear, adjusted earnings per share, tax expense excluding the impact of restructuring costs and other special items and free cash flow should not be considered in isolation or as a substitute for pretax income before equity income, net income attributable to Lear, diluted net income per share attributable to Lear, cash used in operating activities or other income statement or cash flow statement data prepared in accordance with GAAP or as a measure of profitability or liquidity. In addition, the calculation of free cash flow does not reflect cash used to service debt and, therefore, does not reflect funds available for investment or other discretionary uses. Also, these non-GAAP financial measures, as determined and presented by the Company, may not be comparable to related or similarly titled measures reported by other companies.

Set forth on the following slides are reconciliations of these non-GAAP financial measures to the most directly comparable financial measures calculated and presented in accordance with GAAP. Given the inherent uncertainty regarding special items and other expense in any future period, a reconciliation of forward-looking financial measures to the most directly comparable financial measures calculated and presented in accordance with GAAP is not feasible. The magnitude of these items, however, may be significant.

# Non-GAAP Financial Information

## Pretax income before equity income, interest and other expense

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(\$ in millions)	First Quarter	
	2014	2015
<b>Pretax income before equity income</b>	<b>\$ 169.3</b>	<b>\$ 206.3</b>
Interest expense	16.8	24.4
Other expense, net	29.2	30.0
<b>Pretax income before equity income, interest and other expense</b>	<b>\$ 215.3</b>	<b>\$ 260.7</b>

# Non-GAAP Financial Information

## Core Operating Earnings and Adjusted Margins

(\$ in millions)	First Quarter 2014		
	Total	Seating	Electrical
<b>Net sales</b>	<b>\$ 4,359.8</b>	<b>\$ 3,225.9</b>	<b>\$ 1,133.9</b>
Pretax income before equity income, interest and other expense / segment earnings	\$ 215.3	\$ 152.2	\$ 138.3
Costs related to restructuring actions	25.3	22.3	1.0
Other	2.6	2.1	-
<b>Core operating earnings / adjusted earnings</b>	<b>\$ 243.2</b>	<b>\$ 176.6</b>	<b>\$ 139.3</b>
<b>Adjusted margins</b>	<b>5.6%</b>	<b>5.5%</b>	<b>12.3%</b>

(\$ in millions)	First Quarter 2015		
	Total	Seating	Electrical
<b>Net sales</b>	<b>\$ 4,521.4</b>	<b>\$ 3,485.0</b>	<b>\$ 1,036.4</b>
Pretax income before equity income, interest and other expense / segment earnings	\$ 260.7	\$ 196.1	\$ 137.0
Costs related to restructuring actions	8.4	7.4	0.9
Acquisition costs	8.4	-	-
Acquisition-related inventory fair value adjustment	15.8	15.8	-
Other	0.3	-	-
<b>Core operating earnings / adjusted earnings</b>	<b>\$ 293.6</b>	<b>\$ 219.3</b>	<b>\$ 137.9</b>
<b>Adjusted margins</b>	<b>6.5%</b>	<b>6.3%</b>	<b>13.3%</b>

# Non-GAAP Financial Information

## Adjusted Net Income and Adjusted EPS

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(\$ and shares in millions, except per share amount)	<b>First Quarter 2015</b>
<b>Net income attributable to Lear</b>	<b>\$ 147.3</b>
Costs related to restructuring actions	8.4
Acquisition costs	8.4
Acquisition-related inventory fair value adjustment	15.8
Loss on redemption of bonds	14.3
Other	0.3
Tax impact of special items and other net tax adjustments <sup>1</sup>	(14.0)
<b>Adjusted net income attributable to Lear</b>	<b>\$ 180.5</b>
Weighted average number of diluted shares outstanding	79.1
<b>Adjusted earnings per share</b>	<b>\$ 2.28</b>

<sup>1</sup> Represents the tax effect of restructuring costs and other special items, as well as several discrete tax items. The identification of these tax items is judgmental in nature, and their calculation is based on various assumptions and estimates.

# Non-GAAP Financial Information

## Free Cash Flow

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	<b>First Quarter 2015</b>
(\$ in millions)	
<b>Net cash used in operating activities</b>	<b>\$ (66.6)</b>
Settlement of accounts payable in conjunction with acquisition of Eagle Ottawa	45.7
Capital expenditures	(98.8)
<b>Free cash flow</b>	<b>\$ (119.7)</b>